ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED SEPTEMBER 30, 2025

CITY OF COPPELL, TEXAS

ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR FISCAL YEAR ENDED SEPTEMBER 30, 2025

Prepared by the

CITY OF COPPELL STRATEGIC FINANCIAL ENGAGEMENT DEPARTMENT

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City of Coppell, Texas

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For the Fiscal Year Ended September 30, 2025
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Introductory Section

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February 18, 2026

The Honorable Mayor,
Members of City Council, and
Citizens of the City of Coppell, Texas

The Annual Comprehensive Financial Report of the City of Coppell, Texas (the "City"), for the year ended September 30, 2025, is hereby submitted as mandated by both local ordinances and state statutes. These ordinances and statutes require that the City issue an annual report on its financial position and activity, and that an independent firm of certified public accountants audit this report.

Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with management. Management of the City is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the City are protected from loss, theft, or misuse, and to ensure that adequate accounting data is compiled to allow for the preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America. The internal control structure is designed to provide reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. All disclosures necessary to enable the reader to gain an understanding of the City's financial activities have been included.

The City Council selected the firm of Weaver and Tidwell, L.L.P. to audit these financial statements. The independent auditor has issued an unmodified ("clean") opinion on the City's financial statements for the year ended September 30, 2025, and the auditor's report is located at the front of the financial section of the Annual Comprehensive Financial Report.

Management provides a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City's MD&A can be found immediately following the independent auditor's report.

Profile of the Government

Location and Population:

The City of Coppell is located in the northwest portion of Dallas County with a small area of the City extending into Denton County. The City is bound by the cities of Lewisville on the north, Grapevine on the west, Carrollton on the east, Irving on the south, Dallas on the southeast, and the Dallas-Fort Worth International Airport on the southwest. Interstate Highway 635 is a direct route between the City and City of Dallas. The City of Fort Worth is approximately 20 miles to the southwest via Highway 121. Coppell's land area is 14.71 square miles and has an estimated population of 43,196.

Governing Body:

The City of Coppell was originally incorporated December 17, 1955. The current Charter was adopted January 18, 1986, and amended August 28, 2001. The City is a home rule city and operates under the Council-Manager form of government. The legislative and governing body of the City consists of a Mayor and seven (7) Council members and is known as the "City Council of the City of Coppell, Texas." The Council members are elected by place at large under the general provisions provided by Article III of the Charter for three (3) year terms. The three (3) year terms are staggered. Commencing with the regular municipal election of 2002, council members for Places 1, 3, 5, and 7 shall be elected for a term of three (3) years. Commencing with the regular municipal election of 2003, council members for Places 2, 4, 6, and the mayor shall be elected for a term of three (3) years. The Mayor and each Councilmember, unless sooner removed under the provisions of the City Charter, hold office until a successor is elected and qualified. Regular terms of office commence at the beginning of the first regular meeting of the Council in May or following the final election as provided in section 3.01 of the City Charter.

The Charter requires that the Council appoint a City Manager to act as the chief administrative and executive officer of the City. The City Manager is not appointed for a definite fixed time and may be removed at the will and pleasure of the majority of the Council. It is the responsibility of the City Manager to appoint and remove department heads and conduct the general affairs of the City in accordance with the policies of Council.

Services Provided by the City:

The City provides to its citizens those services which have proven to be necessary and meaningful and can be provided by the City at the least cost. Major services provided are police and fire protection, emergency ambulance service, water and sewer service, park and recreational facilities and a library with 70,990 physical volumes and 10,471 digital volumes. Other services include planning future land use, traffic control, building inspection, and environmental health.

Electrical, gas, telephone and cable television services are provided by privately-owned utility companies. These companies are Oncor, Coserv, Atmos, Frontier, Charter, AT&T, and Spectrum, respectively.

Budgeting:

The City Charter establishes the fiscal year as the twelve-month period beginning October 1. The departments submit to the City Manager a budget of estimated expenditures for the ensuing fiscal year no later than the first of July. The City Manager subsequently submits a budget of estimated expenditures and revenues, by August 5, to the City Council.

After receipt of the budget estimates (proposed budget), the Council holds a public hearing on the proposed budget and tax rate. Information about the budget and the tax rate, including the no-new-revenue, voter approved, and proposed rates, is published in the official newspaper of the City and on the City's website. The budget and tax rate are advertised at least 7 days prior to Council holding a public hearing on both. After the public hearing and at the same meeting, Council may vote on approval of both the budget and tax rate. Council may continue the public hearing and conduct the vote at the next Council meeting.

During the fiscal year, budgetary control is maintained by comparison of departmental appropriation balances with purchase orders prior to their release to vendors. Purchase orders which exceed appropriated balances are not released until they have been further reviewed and approved by the City Manager or his designee.

Departmental appropriations, that have not been expended or encumbered by the departments at the end of the fiscal year, lapse. Therefore, funds that were budgeted and not used by the departments during the fiscal year are not available for their use unless appropriated in the ensuing fiscal year's budget.

The City Council approves annual appropriations for operations and interfund transfers for all operating and debt service funds. The City Manager has the authority to transfer unexpended balances between departmental budgets within appropriated funds. The City Council, however, must approve any increase in fund appropriations. The legal level of budgetary control is the fund level. For additional information about the budget process, see Note 2 of the Notes to Financial Statements.

Reporting Entity:

This report includes all funds of the City of Coppell and its component units. A component unit is a legally separate entity for which the city is financially accountable. A "blended component unit", although a legally separate entity is, in substance, part of the City's operations. Accordingly, the Coppell Recreation Development Corporation #2 is reported in a special revenue fund, a capital project fund, and a debt service fund, and The Coppell Economic Development Foundation is recorded as a special revenue fund.

Local Economy

Coppell has a large industrial area within the City with rail service and adequate water storage to meet fire protection and other demands. The City is not financially dependent upon any one industry or type of industry. The City recognizes the value of industry to its economic base and continues to seek industry which will be beneficial to the community.

The City has direct access to Interstate Highway 635 and easy access to Interstate Highway 35. Railroad freight service is provided by the Dallas, Garland, and Northeastern Railroad which operates along the Cotton Belt Rail Corridor. The City is located only four miles northeast of the Dallas-Fort Worth International Airport.

The City is served by the Coppell Independent School District (CISD), one of the highest rated school districts in the Dallas-Fort Worth metropolitan area. The City has two high schools, one ninth grade campus, an alternative campus, three middle schools, and eleven elementary schools. Enrollment for 2024/25 school year was 13,233 with a pupil-teacher ratio of one teacher to 15 students. The school administration and citizenry have taken an aggressive approach in the support and financing of an outstanding school system and excellent facilities.

Colleges within close proximity to the City are Northlake College, Tarrant County College, Southern Methodist University, University of Dallas, University of North Texas, Texas Woman's University, University of Texas at Dallas, University of Texas at Arlington, and Texas Christian University, all of which are well-known for their educational standards.

Medical services are provided by the Coppell Family Physicians. Full-service hospitals in the immediate area include Trinity Medical Center, Las Colinas Medical Center, Medical Center Lewisville, and Baylor-Grapevine Hospital. An advanced life support program is provided by paramedic employees of the City's fire department.

Coppell, located in the Dallas-Fort Worth Metroplex, and included as one of the thirteen cities which comprise the Mid-Cities, continues to grow and develop. This growth and development should continue to slow in subsequent years as Coppell is land locked and is reaching build-out.

The City has recognized the need for planning of its systems for handling growth as well as land-use planning and development. Many hours continue to be spent by a highly competent and professional staff to ensure positive benefits from development.

Long-term Financial Planning

Unassigned Fund Balance:

The $39,243,499 unassigned fund balance in the General Fund is the equivalent of 56 percent of general fund expenditures. The financial policy guidelines set by the Fund Balance Policy approved by the governing body states that the unassigned classification includes all amounts not contained in other classifications and that the unassigned fund balance for the general fund will be maintained at a level sufficient to provide the required resources to meet operating costs needs, to allow for unforeseen needs of an emergency nature, and to permit orderly adjustments to changes resulting from fluctuation of revenue sources.

Authority to Issue Debt:

The City Charter states, "the City shall have the power to borrow money on the credit of the City and to issue general obligation bonds for permanent public improvements or for any other public purpose not prohibited by law and this charter and to issue refunding bonds to refund outstanding bonds previously issued." The Charter precludes the use of bond proceeds for any purpose other than that for which the bonds were sold. On an annual basis, the City studies a five-year forecast for evaluating tax rates and utility rates as they relate to debt financing for capital needs and the operating costs of providing services to citizens.

Bond Rating

The City's bond ratings are as follows:

	General Obligation	Sales Tax
Standard & Poor's	AAA	AA
Moody's Investor Services	Aaa	Aaa

Major Initiatives

The City of Coppell, like many municipalities across Texas, continued to navigate a challenging fiscal and legislative environment in 2025. Ongoing uncertainty surrounding state legislation required careful planning to protect the City's long-term financial stability and ability to provide services. At the state level, proposed Comptroller Rule 3.334 and the impacts of Senate Bill 2 (SB2), passed during the 86th Legislative Session, heightened concerns about future municipal revenues. Rule 3.334, which would shift the sourcing of certain sales tax collections from an origin-based to destination-based methodology, creates potential risk to locally generated sales tax revenues. In response, the City proactively incorporated conservative assumptions into its financial planning, budgeting as if the rule were in effect. This disciplined approach to revenue forecasting and debt management contributed to Moody's upgrade of the City's Sales Tax Revenue Bonds from Aa to Aaa. SB 2 further constrains municipal revenue growth by limiting property tax revenue increases absent voter approval. Within these constraints, the City implemented strategies to maintain the level of services expected by the community while continuing to advocate for clarity and fairness in state policies affecting local revenues. Despite these uncertainties, the City remained focused on supporting residents and businesses. Through the American Rescue Plan Act (ARPA), the City received $10,283,825 in federal funding through fiscal year 2022 to address pandemic-related impacts. Guided by City Council, these funds have been strategically evaluated and allocated to areas of greatest community need and are required to be spent by December 31, 2026.

Together, proactive financial planning, conservative budgeting practices, and targeted use of ARPA resources strengthened the City's ability to adapt to a changing environment while keeping community priorities at the forefront. With less than 300 acres remaining for new commercial development, most development activity in Coppell occurs through reinvestment into existing properties. However, the City was fortunate to see the completion of a few new developments as well as the announcement of a few new developments in 2025. These developments will bring growth in the areas of retail, restaurant, hospitality, office and industrial space while the city also maintains low vacancy rates in all development categories.

Coppell's largest category, industrial, has approximately 29 million square feet, which adds to the over 34 million square feet of total commercial space in the city. Coppell's development partners are constantly seeking out opportunities to construct new light industrial space to add to their development footprint in Coppell. The completion of three office/warehouse buildings totaling approximately 230,000 square feet has provided additional space at a prominent intersection in Coppell. Another commercial park with both office and warehouse buildings is under construction and will add an additional 289,900 square feet of commercial space in Coppell upon completion. Several existing buildings also received approval for expansion to increase space for some of Coppell's thriving businesses.

Coppell also welcomed numerous new businesses in 2024 and 2025, including office, light industrial, retail, restaurant, and service-oriented businesses. A few announcements included Welbilt, Inc., Didsbury, Inc., Mitsubishi Heavy Industries America, Inc., American Shineray Co. and more. Several new businesses have been announced, and the City looks forward to welcoming them in late 2025 and 2026. The total number of businesses in Coppell in 2025 was over 2,200, and those businesses employ over 26,000 individuals.

While new development and business attraction will always remain a critical focus, creating new investment through business retention and redevelopment has become more important as the City nears build-out. As part of business retention efforts, the City started a Workforce Transit program in partnership with Lyft and Denton County Transportation Association for Coppell employers in October 2019. This program is free of charge for employers and provides rides at a minimal cost for riders. The program has been renewed annually since it was approved, and the City is evaluating possible long-term solutions for Workforce Transit. The City also hosted two job fairs for Coppell businesses. The events, which are free for Coppell businesses to participate, continues to be a great success for all those involved.

The City has also invested in a new software called SizeUp, which serves as a business intelligence platform. This tool is designed to assist businesses in making informed decisions through data analysis and critical market research to optimize their advertising strategies. This software tool will be provided to all businesses located in Coppell. Finally, the City hosts events throughout the year to support our small businesses, including Small Business Saturday. All of these initiatives are designed to support Coppell's businesses and to help them attract and retain employees.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a "Certificate of Achievement for Excellence in Financial Reporting" to the City of Coppell for its Annual Comprehensive Financial Report for the fiscal year ended September 30, 2024. The Certificate of Achievement is the highest form of recognition for excellence in state and local government reporting.

In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized annual comprehensive financial report whose contents conform to program standards. Such annual comprehensive financial report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City of Coppell received the Certificate of Achievement for the last thirty-six years (fiscal years ended September 30, 1989-2024). We believe our current report continues to conform to the Certificate of Achievement program requirement, and we are submitting it to GFOA.

We would like to thank the members of the City Council for their cooperation and support, without whom the accomplishments and improvements realized in the current year would not have been possible.

Respectfully submitted,

Mike Land
City Manager

Kim Tiehen
Director of Strategic Financial Engagement

Government Finance Officers Association

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Coppell
Texas

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

September 30, 2024

Christopher P. Morrill

Executive Director/CEO

City of Coppell, Texas
Principal Officers
Fiscal Year 2024-2025

MAYOR

Wes Mays

MAYOR PRO TEM
Don Carroll

CITY COUNCIL

Jim Walker
Brianna Hinojosa-Smith
Kevin Nevels
Ramesh Premkumar
Biju Mathew
Mark Hill

CITY MANAGER

Mike Land

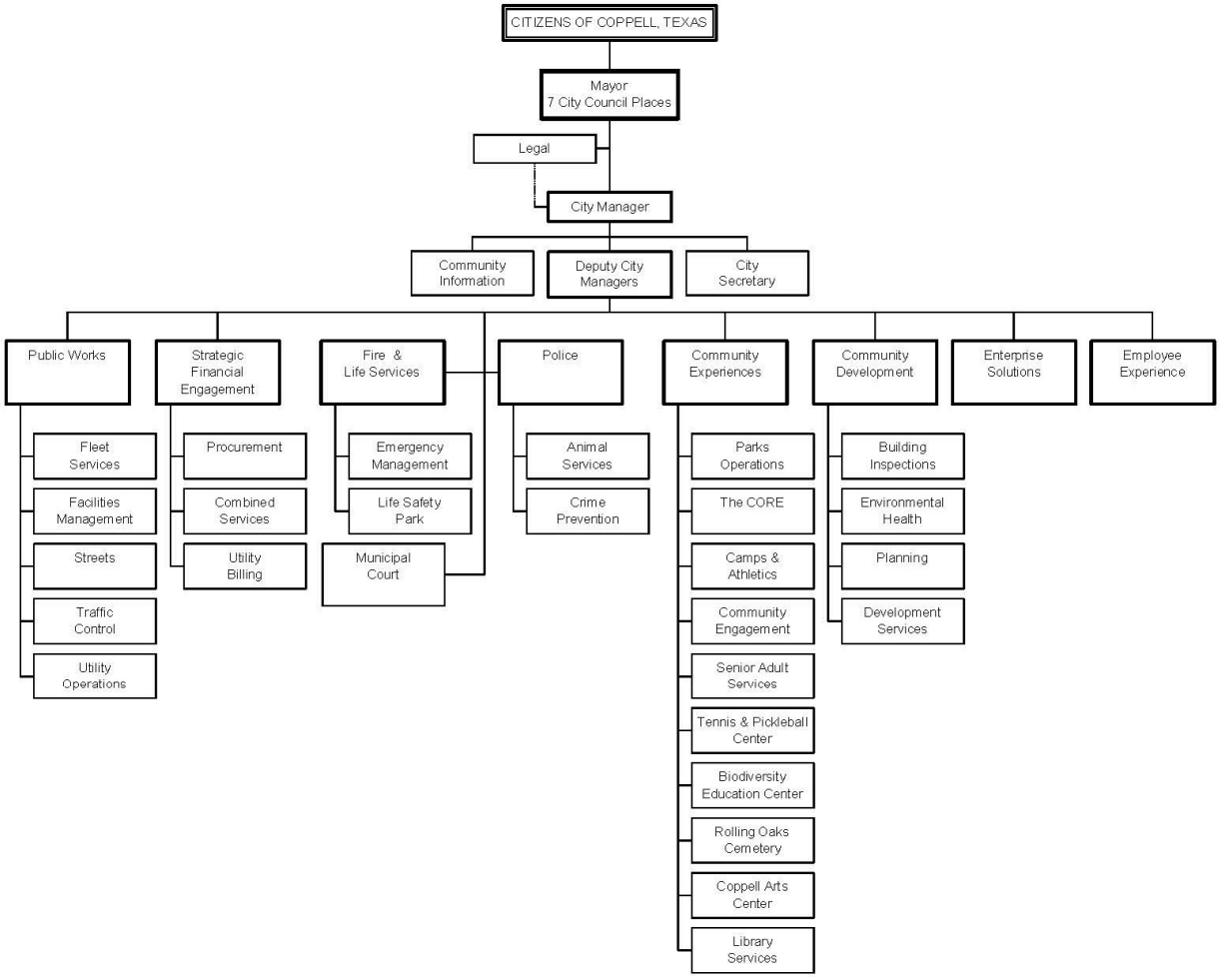
DEPUTY CITY MANAGERS

Traci Leach
Kent Collins

DIRECTOR OF STRATEGIC FINANCIAL ENGAGEMENT

Kim Tiehen

City-Wide Organizational Chart



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Financial Section

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2300 North Field Street, Suite 1000
Dallas, Texas 75201
972-490-1970

Independent Auditor's Report

To the Honorable Mayor, City Council,
and City Manager
City of Coppell, Texas

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Coppell (City), as of and for the year ended September 30, 2025, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of September 30, 2025, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparisons for the general fund, the ARPA fund, infrastructure maintenance, and recreation development #2 special revenue fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 7 to the basic financial statements, during the year ended June 30, 2025, the City implemented Governmental Accounting Standards Board (GASB) Statement No. 101, Compensated *Absences*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

The City's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension schedules and other post-employment benefits (OPEB) schedules, as listed in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and is not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining and individual fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information Included in the Annual Comprehensive Financial Report (ACFR)

Management is responsible for the other information included in the ACFR. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 18, 2026 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Weaver and Tidwell, L.L.P.

WEAVER AND TIDWELL, L.L.P.

Dallas, Texas
February 18, 2026

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Management's Discussion and Analysis
(Unaudited)

Our discussion and analysis of the City of Coppell's (the City) financial performance provides an overview and analysis of the City's financial activities for the fiscal year ended September 30, 2025. Please read it in conjunction with the accompanying transmittal letter and the accompanying basic financial statements.

FINANCIAL HIGHLIGHTS

- The City's net position at the close of the fiscal year ended September 30, 2025 was $632.0 million. Of this amount, $289.7 million (unrestricted component of net position) may be used to meet the City's ongoing obligations to citizens and creditors.

- The City's net position of governmental activities increased by $33.9 million or 6 percent. Multiple factors contributed to this increase. The largest dollar increases in revenues were property tax revenue, which increased $2.4 million, from the rising property tax valuation, and operating and capital grants, which increased $1.3 million. The increase in property tax revenue is the result of the combination of the tax rate, property values, and compliance with property tax legislation. The increase in operating and capital grants is related to revenue recognized for the ARP expenses incurred during the year.

- Net position of the City's business type activities increased by $3.7 million primarily due to an increase in water and sewer sales.

- Total assets of the governmental activities increased by $25 million or 3.5 percent in comparison with the prior fiscal year. The primary reason for the increase is the City continues to budget expenditures as if the change to Sales Tax Rule 3.334, which moves sales tax from origination to destination and is unfavorable to the City, has been implemented. Lawsuits to prevent this change in the sales tax rule have allowed the City to continue to receive sales tax under origination structure, and attributes to the growth in the fund balance and amount available in cash and investment. Comparing originally budgeted sales tax revenues to actuals for fiscal year 2025, there was a surplus of $15.6 million. Since expenses are based off of the originally projected revenues, this excess helped to increase total governmental assets. Another increase is due to the City receiving interest income of $14.3 million from its investments.

- Total expenses of all the City's programs increased during the current fiscal year by $9.8 million or 7.7 percent. The majority of the increase is from costs associated with maintaining the City's infrastructure and salary adjustments for public safety and general employees, resulting from a compensation study that was new in fiscal year 2025.

- As of September 30, 2025, the City's governmental funds reported combined ending fund balances of $354.6 million, an increase of $19 million in comparison with the prior fiscal year. In the General Fund, approximately $39.2 million, or approximately 58.5 percent of total General Fund expenditures is available for spending at the City's discretion (unassigned fund balance).

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to private sector business.

The statement of net position presents information on all the City's assets and deferred outflows, as well as liabilities and deferred inflows, with the difference between these reported as net position. Over time, the increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The statement of net position combines and consolidates governmental funds' current financial resources (short-term spendable resources) with capital assets and long-term obligations. Other non-financial factors should also be taken into consideration, such as changes in the City's property tax base and the condition of the City's infrastructure (i.e., roads, drainage improvements, storm and sewer lines, etc.) to assess the overall health or financial condition of the City.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All the current year's revenues and expenses are taken into account regardless of when cash is received or paid. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as uncollected taxes and earned but unused vacation leave.) Both the statement of net position and the statement of activities are prepared utilizing the accrual basis of accounting.

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, public works, and culture and recreation. The business-type activities of the City include the water and sewer system.

The government-wide financial statements can be found in the basic financial statements section of this report.

Reporting the City's Most Significant Funds

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the City's general government operations and the basic services it provides. The governmental funds' focus on near-term inflows and outflows of spendable resources helps users of the financial statements to determine whether there are more or fewer financial resources that can be spent in the near future to finance the City's programs.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains thirty-three individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the general obligation debt service fund, the streets capital project fund, the ARPA fund, the infrastructure maintenance special revenue fund, and the recreation development #2 special revenue fund, all of which are considered to be major funds. Data from the other twenty-eight governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements elsewhere in this report.

Proprietary funds. The City maintains two different types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government- wide financial statements. The City uses an enterprise fund to account for its water and sewer operations. The Internal Service fund is an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses internal service funds to account for its self-funded health program, capital replacement program, and enterprise solutions replacement program. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the Water and Sewer Fund, which is considered to be a major fund of the City as well as information for the internal service funds.

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City. The permanent fund reported by the City is used to account for the assets and earnings used to support the operations and maintenance of the Rolling Oaks Cemetery.

The City as Trustee

Reporting the City's Fiduciary Responsibilities

Fiduciary funds. The City maintains one custodial fund, the Health Reimbursement Arrangement Fund. A custodial fund is a type of Fiduciary fund. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs.

Trust Funds. The City uses trust funds to account for trust arrangements under which principal and income benefit individuals, private organizations, or other governments. The OPEB Trust fund reported by the City is used to report resources that are required to be held in trust for healthcare benefits of retired employee members and their beneficiaries.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information

In addition to the basic financial statements and accompanying notes, this report presents certain required supplementary information concerning the City's retirement plan and the progress in funding its obligation to provide other post-employment benefits to employees. The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information.

The City as a Whole

Government-wide Financial Analysis

The City's combined net position was $632.0 million as of September 30, 2025. Analyzing the net position of governmental and business-type activities separately, the governmental activities net position is $551.4 million, and the business type activities net position is $80.6 million. This analysis focuses on the net position, general revenues, and changes in net position of the City's governmental and business-type activities.

By far the largest portion of the City's net position (39.3 percent) reflects its investment in capital assets (such as land, buildings, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves generally are not used to liquidate these liabilities.

Table 1
Net Position
(in Millions)

	Governmental Activities		Business Type Activities		Total Primary Government	
	FY 2025	FY 2024	FY 2025	FY 2024	FY 2025	FY 2024
Current and other assets	$ 410.8	$ 395.9	$ 58.5	$ 57.1	$ 469.3	$ 453.0
Noncurrent assets	2.6	1.3	0.9	0.8	3.5	2.1
Capital assets	321.3	312.1	52.2	52.6	373.5	364.7
Total assets	734.7	709.3	111.6	110.5	846.3	819.8
Deferred outflows of resources	9.6	13.1	0.3	0.6	9.9	13.7
Long-term liabilities outstanding	169.0	181.7	29.9	31.7	198.9	213.4
Other liabilities	17.9	19.5	0.4	1.4	18.3	20.9
Total liabilities	186.9	201.2	30.3	33.1	217.2	234.3
Deferred inflows of resources	6.0	3.7	1.0	1.1	7.0	4.8
Net position						
Net investment in capital assets	211.9	204.8	36.7	38.2	248.6	243.0
Restricted	93.7	91.0	-	-	93.7	91.0
Unrestricted	245.8	221.7	43.9	38.7	289.7	260.4
Total net position	$ 551.4	$ 517.5	$ 80.6	$ 76.9	$ 632.0	$ 594.4

Governmental Activities

The City's general revenues increased when compared to the prior year by less than 1 percent or $0.2 million. The property tax increase is the result of increasing property tax revenue for the maintenance and operations portion by 3.499% and setting the debt portion of property tax revenue at the amount needed to pay principal and interest due during the fiscal year, resulting in an increase of $2.4 million. Sales tax decreased by $2.5 million, which is in line with economic pressures present within FY 2025.

The increase in the City's Governmental Activities' general revenues is detailed below:

Table 2
General Revenues
(in Millions)

	2025	2024	Increase (Decrease)
Property tax	$ 53.0	$ 50.6	$ 2.4
Sales tax	47.6	50.1	(2.5)
Franchise tax	4.6	4.5	0
Miscellaneous	2.4	1.4	1.0
Investment earnings	14.3	15.1	(0.8)
Total general revenues	$ 121.9	$ 121.7	$ 0.2

Governmental activities increased the City's net position by $33.9 million. The key elements of this increase are as follows:

Table 3
Changes in Net Position
(in Millions)

	Governmental Activities		Business Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Revenues:						
Program revenues:						
Charges for services	$ 12.3	$ 16.0	$ 23.1	$ 22.3	$ 35.4	$ 38.3
Operating grants and contributions	3.3	2.6	-	-	3.3	2.6
Capital grants and contributions	0.7	0.1	-	-	0.7	0.1
General revenues:						
Property taxes	53.0	50.6	-	-	53.0	50.6
Sales taxes	47.6	50.1	-	-	47.6	50.1
Franchise taxes	4.6	4.5	-	-	4.6	4.5
Other	16.7	16.5	2.6	3.0	19.3	19.5
Total revenues	138.2	140.4	25.7	25.3	163.9	165.7
Expenses:						
General government	14.2	12.5	-	-	14.2	12.5
Public safety	37.0	34.2	-	-	37.0	34.2
Public works	24.9	26.9	-	-	24.9	26.9
Culture and recreation	20.3	18.1	-	-	20.3	18.1
Community development	3.1	-		-	3.1	-
Interest on long-term debt	4.8	4.0	-	-	4.8	4.0
Water	-	-	12.9	12.1	12.9	12.1
Sewer	-	-	9.1	8.7	9.1	8.7
Total expenses	104.3	95.7	22.0	20.8	126.3	116.5
Increase (decrease) in net position	33.9	44.7	3.7	4.5	37.6	49.2
Net Position - October 1	517.5	472.8	76.9	72.4	594.4	545.2
Net Position - September 30	$ 551.4	$ 517.5	$ 80.6	$ 76.9	$ 632.0	$ 594.4

Governmental activities' charges for service decreased by $3.7 million. Operating and capital grants plus contributions increased by $1.3 million due to the American Rescue Plan (ARP). ARP revenue is recognized as expenses are incurred, and with a majority of the funds being expended in the prior year, only $2.5 million was recognized in the current year. For general revenues, the property tax increase is the result of increasing the maintenance and operations portion of property taxes by 3.499% and setting the interest and sinking tax rate as the rate necessary to cover principal and interest due on bonds. Sales tax decreased by $2.5 million, which is in line with FY2025 economic conditions of high inflation and reduced consumer spend.

The most significant governmental expense for the City was providing public safety, which incurred expenses of $37.0 million. While funded primarily through general revenues, these expenses were partially offset by revenues collected from a variety of resources, with the largest being from ambulance fees which were $1.1 million for the fiscal year ending September 30, 2025. The most significant portion of public safety expenses is the cost of personnel, which was approximately $28.6 million.

Business-type Activities

Program revenues of the City's business-type activities were $23.1 million for the fiscal year ended September 30, 2025. Program revenues increased approximately $800 thousand or 3.5% as compared to the prior fiscal year primarily due to both the implementation of an increase in water and sewer rates and customer usage for the last 6 months of fiscal year 2024, and the first full year in 2025. Expenses increased for the City's business-type activities by $1.2 million primarily because the City purchased additional water to meet customer demands.

- The City's water and sewer system recorded charges for services of $23.1 million. The final budget was $23.4 million.
- The final budget for operating expenses totaled $24 million, and actual operating expenses totaled $22 million.

Change in net position was anticipated to be an increase of $100 thousand but the actual change in net position was an increase of $3.7 million. The actual increase was more than anticipated primarily due to the combined impact of actual interest revenue greater than budget and actual expenses less than budget.

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of the fiscal year 2025, the City had $373.5 million, net of accumulated depreciation and amortization, invested in a broad range of capital assets, including police and fire equipment, buildings, park facilities, streets, and water and sewer lines. This amount has increased as CIP projects, such as Belt Line Road, completed and were capitalized. The difference between prior year governmental activities capital assets is an increased of $9.2 million while business-type activities decreased by $400 thousand.

Table 4
Capital Assets at Year-end
(Net Accumulated Depreciation/Amortization, in Millions)

	Governmental Activities		Business Type Activities		Total	
	2025	2024	2025	2024	2025	2024
Land	$ 18.7	$ 18.7	$ 0.9	$ 1.0	$ 19.6	$ 19.7
Building and improvements	85.4	87.9	1.0	1.0	86.4	88.9
Parks and improvements	56.0	56.8	-	-	56.0	56.8
Streets and improvements	122.3	107.4	-	-	122.3	107.4
Water and sewer system	-	-	41.7	39.7	41.7	39.7
Vehicles, machinery and equipment	7.0	6.3	0.1	0.2	7.1	6.5
SBITAs	-	0.4	-	-	-	0.4
Construction in progress	31.9	34.6	8.5	10.7	40.4	45.3
Total	$ 321.3	$ 312.1	$ 52.2	$ 52.6	$ 373.5	$ 364.7

This year's major additions included (in millions):

South Belt Line	$ 22.18
Wagon Wheel Improvements	0.28
Park Amenities	0.28
Andy Brown Basketball Goals	0.12
MacArthur Shade Structure	0.08
Total	$ 22.94

More detailed information about the City's capital assets is presented in Note 5 in the notes to the financial statements.

Long Term Liabilities

At year-end, the City had $158.8 million in bonds outstanding as compared to $166.8 million at the end of the prior fiscal year, a decrease of $8.0 million as shown below.

Table 5
Outstanding Bonded Debt, at Year-end
(in Millions)

	Governmental Activities		Business Type Activities		Total	
	2025	2024	2025	2024	2025	2024
General obligation bonds (backed by the City)	$ 111.1	$ 116.3	$ 26.4	$ 27.9	$ 137.5	$ 144.2
Sales tax bonds (backed by sales and use tax)	21.3	22.6	-	-	21.3	22.6
Totals	$ 132.4	$ 138.9	$ 26.4	$ 27.9	$ 158.8	$ 166.8

The City is permitted by Article XI, Section 5, of the State of Texas Constitution to levy taxes up to $2.50 per $100 of assessed valuation for general governmental services including the payment of principal and interest on general obligation long-term debt. The City had a tax margin of $2.041368 per $100 assessed valuation based upon the maximum rates prescribed by law.

The City maintains a self-funded health program. The self-funded health program is responsible for medical claims up to a stop loss of $150,000 per covered individual with an unlimited lifetime maximum during the fiscal year. Coverage from a private insurance company is maintained for losses in excess of the stop loss amount. An independent claims administrator performs all claims handling procedures.

The City and its employees contribute to the Texas Municipal Retirement System, and recent changes to standards of the Governmental Accounting Standards Board related to pension reporting have resulted in increased volatility of the net pension liability. Net pension liability of the City decreased by $5.4 million in fiscal year 2025 to $22.8 million. Detailed information about the net pension liability is presented in Note 11 in the notes to the financial statements.

Other obligations include accrued vacation pay, and other post-employment liability. Information about the City's long-term liabilities is presented in Note 6 in the notes to the financial statements, and detailed information about accrued vacation pay and other post-employment liability is presented in Notes 7 and 14.

THE CITY'S FUNDS

- At the close of the City's fiscal year on September 30, 2025, the governmental funds of the City reported a combined fund balance of $354.6 million, an increase of $18.8 million compared to prior year increase in fund balance of $80.0 million.

- The fund balance of the City's General Fund of $147.6 million decreased $12.5 million compared to prior year. The net change in fund balance in prior year was a decrease of $26.3 million. The net change in fund balance between years is primarily the result of decreased revenues of $2 million, in addition to an increase of transfers out year over year, which increased by $20.9 million. The overall decrease is the net result of a multitude of factors. There was an increase in property taxes of $972 thousand, and a decrease in sales tax revenue of $1.1 million. There was a $3.1 million increase in salary expenditures.

- The City's General Obligation fund balance decreased by $306 thousand from prior year fund balance to $2.0 million. Fund balance decreased because of an overall increase in interest and fiscal charges, as well as a decrease in interest income earned by $73 thousand.

- The City spent $14.6 million in capital outlay in the Streets Capital Project Fund, an increase of $1.8 million. With the issuance of the 2024 bond series, funds were readily available for spending on projects that started in FY2023. The decrease in fund balance of $11.9 million was due to use of 2024 bond funds.

- The City's Infrastructure Maintenance Special Revenue Fund balance increased $36.0 million from the prior year fund balance to $71.4 million. The net change in fund balance was partially due to a transfer from the general fund of $31.1 million to fund infrastructure maintenance and traffic projects for the next five years.

- The fund balance of the ARPA fund at September 30, 2025 was $636 thousand. This is due to ARPA being a grant and revenues are recognized for the exact amount of project expenditures that were compliant with statutory and regulatory requirements. The current balance represents interest earned on the funds that have been allocated. $247 thousand of advanced funds remain unspent and are in unearned revenue.

- The Coppell Recreation Development Corporation (CRDC) Special Revenue Fund balance increased by $5 million from the prior year fund balance of $34.7 million. This was primarily due to a decrease of projects completed during the fiscal year. Projects for CRDC are approved by their board on an annual basis, which drives the expenditures each year.

- The City's Water and Sewer Fund net position of $78.7 million represents an increase of $3.7 million from the prior year. Operating income was $2.5 million and after net nonoperating revenues of $1.2 million. Operating income increase was $796 thousand and after net nonoperating revenues decrease of $327 thousand and an increase in expenditures of $658 thousand.

General Fund Budgetary Highlights

During fiscal year 2025, the City Council amended the budget for the General Fund two times. The major reasons for the amendments were for encumbrance carryovers to begin various Public Works and Community Experiences projects. Revenues were amended to recognize sales tax revenues.

During fiscal year 2025, actual expenditures were $67 million compared to the final budget amount of $74.3 million. The $7.3 million variance is the result of less than expected costs associated with salary and salary-related expenditures such as the seasonal temporary jobs, insurance, interns, and salary increases, and with operating services, maintenance, supplies, and other professional services, which all had lower costs than anticipated. Due to several vacancies, other expenses, such as training expenses, were lower than expected.

For fiscal year 2025, actual revenues were $87.8 million as compared to the final budget of $82.4 million. The resulting $5.4 million variance was primarily due to a $4.3 million increase in investment earnings.

The City's actual fund balance for the General Fund was $147.6 million as of the fiscal year end, compared to the final budget fund balance of $135 million. The positive variance between actual and final budgeted fund balance is attributed to two primary factors. First, sales tax revenue exceeded budget because the State has not implemented the Rule 3.334 change due to ongoing litigation. Second, investment income was higher than budgeted as noted previously.

Economic Factors and Next Year's Budgets and Rates

The City's elected and appointed officials considered many factors when setting the fiscal year 2025 budget, tax rates, and fees that will be charged for the business-type activities. Factors considered by the City when developing the fiscal year 2025 budget included economic conditions, state legislative decisions affecting local control, and ongoing litigations related to sales tax Rule 3.334. However, the ongoing sales tax litigation influenced the 2025 financial statements and management is monitoring for adjustments that will need to be made in the fiscal year 2025 budget.

Coppell also welcomed numerous new businesses in 2024 and 2025, including office, light industrial, retail, restaurant, and service-oriented businesses. A few announcements included Welbilt, Inc., Didsbury, Inc., Mitsubishi Heavy Industries America, Inc., American Shineray Co. and more. Several new businesses have been announced, and the City looks forward to welcoming them in late 2025 and 2026. The total number of businesses in Coppell in 2025 was over 2,200, and those businesses employ over 26,000 individuals.

Coppell possesses 29 million square feet of commercial space in the City of Coppell including several restaurants, retail establishments, industrial warehouses and corporate headquarters and vacancy rates continue to remain low in all commercial categories. The development of Old Town Coppell remains a goal for the City Council.

The above indicators were considered when adopting the General Fund budget for fiscal year 2025. The total combined budget appropriation totals $179.9 million for 27 operating funds. This represents an increase of $36.1 million or 25.06 percent from the original 2023-2024 budget. Budgeted expenditures for fiscal year 2025 in the General Fund increased $29.6 million or 39 percent from the 2023-2024 budget. The increase is due primarily to a $31 million transfer from the General Fund into the Infrastructure Maintenance Fund. This allows the Infrastructure Maintenance Fund to be fully funded for the next five fiscal year on identified projects around the City.

Ad valorem tax revenue is determined by two major factors: the total assessed value established by both the Dallas Central Appraisal District and the Denton Central Appraisal District and the tax rate established by the City Council. The council passed a tax rate of $0.444976 per $100 valuation for fiscal year 2025-2026 which is a decrease from the current tax rate. According to final figures received from both appraisal districts, the total taxable assessed property tax value for 2025 of $11.7 billion is an increase of $1.2 million or 11.4 percent over 2024 assessed property tax value. This increase is a result of the continued increase in the housing market. The average home value increased to $537k from $489k. This is the thirteenth year for property values to increase after three consecutive years of declines due to the economic downturn. The General Fund's largest revenue continues to be property tax receipts; however, sales taxes are another significant source of revenue, but volatility will remain as result of economic impacts and the ongoing litigation with the state.

Future projects under review by the City's Public Works staff are additional replacement of various sanitary sewer and water lines and manhole repairs. An evaluation of cash funding versus bond issuance will be conducted prior to initiating these projects, and the funding strategy that best supports the water sewer fund's financial position will be utilized and recommended to council for approval.

Request for Information

The financial report is designed to provide our citizens, customers, investors, and creditors with a general overview of the City's finances. If you have questions about this report or need any additional information, contact the Director of Strategic Financial Engagement, at PO Box 9478, Coppell, Texas 75048-9478, call (972) 304-3690, or email at finance@coppelltx.gov.

Basic Financial Statements

THE · CITY · OF
COPPELL
TEXAS · 1890

City of Coppell, Texas
Statement of Net Position
September 30, 2025

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current assets			
Cash	$ 3,166,547	$ 132,774	$ 3,299,321
Investments	389,300,612	54,208,032	443,508,644
Receivables (net of allowance for uncollectible of $995,608 for governmental and $264,175 for business-type activities)	15,355,225	2,986,731	18,341,956
Leases receivable	1,707,769	952,348	2,660,117
Prepaid items	1,246,732	219	1,246,951
Inventory	-	187,216	187,216
Total current assets	410,776,885	58,467,320	469,244,205
Noncurrent assets			
Cash - restricted	-	336,359	336,359
Investments - restricted	-	544,159	544,159
Investment in joint venture	1,978,369	-	1,978,369
Other post-employment asset	636,813	33,515	670,328
Capital assets (shown net of accumulated depreciation/amortization)			
Land	18,748,663	844,572	19,593,235
Building and improvements	85,364,496	946,514	86,311,010
Parks	56,026,013	-	56,026,013
Streets	122,297,519	-	122,297,519
Water and sewer system	-	41,726,200	41,726,200
Vehicles, machinery, and equipment	6,959,348	128,285	7,087,633
Construction in progress	31,954,505	8,507,332	40,461,837
Total noncurrent assets	323,965,726	53,066,936	377,032,662
Total assets	734,742,611	111,534,256	846,276,867
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflow - related to pension	7,675,295	260,280	7,935,575
Deferred outflow - related to other post-employment benefits	1,475,452	77,655	1,553,107
Deferred charge on refunding	427,714	-	427,714
Total deferred outflows of resources	9,578,461	337,935	9,916,396
Total assets and deferred outflows of resources	744,321,072	111,872,191	856,193,263
LIABILITIES			
Current liabilities			
Accounts payable and accrued liabilities	12,850,772	1,687,627	14,538,399
Claims liability	570,679	-	570,679
Retainage payable	778,888	373,122	1,152,010
Internal balances	1,838,793	(1,838,793)	-
Accrued interest	863,733	143,471	1,007,204
Unearned revenue	1,003,849	-	1,003,849
Compensated absences, due within one year	1,790,512	60,596	1,851,108
Bonds payable, due within one year	6,695,000	1,555,000	8,250,000
Total current liabilities	26,392,226	1,981,023	28,373,249
Non-current liabilities:			
Deposits	-	521,005	521,005
Compensated absences, due in more than one year	2,680,377	38,301	2,718,678
Bonds payable, due in more than one year	134,838,739	26,650,987	161,489,726
Net pension liability	21,773,957	978,349	22,752,306
Other post-employment liability	1,175,669	61,878	1,237,547
Total noncurrent liabilities	160,468,742	28,250,520	188,719,262
Total liabilities	186,860,968	30,231,543	217,092,511
DEFERRED INFLOWS OF RESOURCES			
Deferred inflow - related to leases	1,623,321	895,364	2,518,685
Deferred inflow - related to pension	2,546,721	85,075	2,631,796
Deferred inflow - related to other post-employment benefits	1,865,866	98,205	1,964,071
Total deferred inflows of resources	6,035,908	1,078,644	7,114,552
NET POSITION			
Net investment in capital assets	211,907,273	36,696,275	248,603,548
Restricted for:			
General government	990,043	-	990,043
Public safety	32,088,923	-	32,088,923
Culture and recreation	41,953,071	-	41,953,071
Community development	55,812	-	55,812
Grants	636,053	-	636,053
Capital projects	14,484,799	-	14,484,799
Debt service	1,516,515	-	1,516,515
Perpetual care - nonexpendable	1,959,739	-	1,959,739
Unrestricted	245,831,968	43,865,729	289,697,697
TOTAL NET POSITION	$ 551,424,196	$ 80,562,004	$ 631,986,200

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Statement of Activities

For The Year Ended September 30, 2025

Function/Program Activities	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions
Primary Government:				
Governmental activities:				
General government	$ 14,055,723	$ 5,300,643	$ 3,208,491	$ -
Public safety	37,027,808	1,733,535	-	-
Public works	24,884,689	3,110,459	-	733,623
Culture and recreation	20,340,882	2,114,939	36,528	-
Community development	3,122,202	-	-	-
Debt service/interest	4,764,748	-	-	-
Total governmental activities	104,196,052	12,259,576	3,245,019	733,623
Business-type activities:				
Water	12,915,646	15,760,980	-	10,075
Sewer	9,115,447	7,315,364	-	33,593
Total business-type activities	22,031,093	23,076,344	-	43,668
Total primary government	$ 126,227,145	$ 35,335,920	$ 3,245,019	$ 777,291

General revenues:	
Property tax	
Sales tax	
Franchise tax	
Investment income	
Miscellaneous	
Total general revenues	
Change in net position	
Net position - beginning	
Net position - ending	

The notes to the financial statements are an integral part of this statement.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-type Activities	Total
$ (5,546,589)	$ -	$ (5,546,589)
(35,294,273)	-	(35,294,273)
(21,040,607)	-	(21,040,607)
(18,189,415)	-	(18,189,415)
(3,122,202)	-	(3,122,202)
(4,764,748)	-	(4,764,748)
(87,957,834)	-	(87,957,834)
-	2,855,409	2,855,409
-	(1,766,490)	(1,766,490)
-	1,088,919	1,088,919
(87,957,834)	1,088,919	(86,868,915)
53,042,745	-	53,042,745
47,572,408	-	47,572,408
4,604,631	-	4,604,631
14,265,753	1,902,321	16,168,074
2,406,151	710,398	3,116,549
121,891,688	2,612,719	124,504,407
33,933,854	3,701,638	37,635,492
517,490,342	76,860,366	594,350,708
$ 551,424,196	$ 80,562,004	$ 631,986,200

City of Coppell, Texas
Balance Sheet
Governmental Funds
September 30, 2025

	General	General Obligation	ARPA	Capital Projects Streets	Infrastructure Maintenance Fund	Recreation Development Corporation #2	Other Governmental Funds	Total Governmental Funds
ASSETS								
Cash	$ 248,375	$ 131,123	$ 30,810	$ 355,911	$ 432,952	$ 20,044	$ 1,217,708	$ 2,436,923
Investments	144,463,082	1,828,581	1,111,869	46,726,052	70,759,847	38,843,018	49,882,215	353,614,664
Receivables (net of allowance for uncollectible of $995,608)								
Taxes receivable	4,908,685	116,484	-	-	1,107,827	1,660,422	1,657,839	9,451,257
Accounts receivable	2,218,317	-	-	-	-	1,557	1,214,044	3,433,918
Interest receivable	888,513	-	-	612	302,692	70,729	182,858	1,445,404
Other receivable	48,465	-	-	-	-	-	51	48,516
Leases receivable	1,185,547	-	-	-	-	-	522,222	1,707,769
Due from other funds	3,152,819	-	-	-	-	-	-	3,152,819
Prepaid items	58,756	-	-	-	-	107,250	1,147	167,153
Total assets	$ 157,172,559	$ 2,076,188	$ 1,142,679	$ 47,082,575	$ 72,603,318	$ 40,703,020	$ 54,678,084	$ 375,458,423
LIABILITIES								
Accounts payable	$ 5,511,450	$ -	$ 188,707	$ 2,445,567	$ 699,659	$ 880,947	$ 1,373,144	$ 11,099,474
Accrued liabilities	1,193,291	-	-	-	4,607	52,519	205,603	1,456,020
Due to other funds	-	-	-	-	-	-	3,152,819	3,152,819
Retainage payable	-	-	71,022	373,971	266,111	66,754	1,030	778,888
Unearned revenue	440,173	-	246,897	-	250,000	66,779	-	1,003,849
Total liabilities	7,144,914	-	506,626	2,819,538	1,220,377	1,066,999	4,732,596	17,491,050
DEFERRED INFLOWS OF RESOURCES								
Unavailable revenue	1,288,722	116,484	-	-	-	-	341,774	1,746,980
Deferred inflows related to leases	1,119,402	-	-	-	-	-	503,919	1,623,321
Total deferred inflows of resources	2,408,124	116,484	-	-	-	-	845,693	3,370,301
FUND BALANCES								
Nonspendable	58,756	-	-	-	-	107,250	1,960,886	2,126,892
Restricted								
General government	-	-	-	-	-	-	990,043	990,043
Public safety	-	-	-	-	-	-	32,088,923	32,088,923
Culture and recreation	-	-	-	-	-	39,528,771	2,424,300	41,953,071
Community development	-	-	-	-	-	-	12,117	12,117
Economic development	-	-	-	-	-	-	55,812	55,812
Grants	-	-	636,053	-	-	-	-	636,053
Capital projects	-	-	-	44,263,037	-	-	2,663,403	46,926,440
Debt service	-	1,959,704	-	-	-	-	304,060	2,263,764
Committed								
General government	19,651,141	-	-	-	-	-	-	19,651,141
Public works	-	-	-	-	71,382,941	-	6,292,680	77,675,621
Culture and recreation	-	-	-	-	-	-	4,265,220	4,265,220
Economic development	-	-	-	-	-	-	18,216	18,216
Assigned								
General government	72,985,525	-	-	-	-	-	-	72,985,525
Public works	150,000	-	-	-	-	-	-	150,000
Economic development	551,355	-	-	-	-	-	-	551,355
Capital projects	12,979,245	-	-	-	-	-	-	12,979,245
Debt service	2,000,000	-	-	-	-	-	-	2,000,000
Unassigned	39,243,499	-	-	-	-	-	(1,975,865)	37,267,634
Total fund balances	147,619,521	1,959,704	636,053	44,263,037	71,382,941	39,636,021	49,099,795	354,597,072
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	$ 157,172,559	$ 2,076,188	$ 1,142,679	$ 47,082,575	$ 72,603,318	$ 40,703,020	$ 54,678,084	$ 375,458,423

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position
September 30, 2025

Fund balances of governmental funds		$ 354,597,072
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Capital assets of internal service funds are included.		321,350,544
Equity investment in Joint Venture is not a current financial resource and therefore is not reported in the governmental funds balance sheet.		1,978,369
Other long-term assets are not available to pay for current-period expenditures, and, therefore, are reported as unavailable revenue in the funds.		
Ambulance receivable, net of allowance for doubtful accounts	$ 487,978	
Cemetery	341,274	
Property taxes	593,859	
Construction inspection fees	323,369	
Other	500	
		1,746,980
Internal service funds are used by management to account for the costs of capital replacement and the self-funded health program provided by the City to its employees and their dependents. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		
Net position of internal service funds	$ 42,852,926	
Less capital assets included with governmental activities	(5,247,602)	
Less amount allocated to business-type activities	(1,838,793)	
		35,766,531
Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Bonds payable	$ (132,435,000)	
Premium (to be amortized as interest expense)	(9,098,739)	
Deferred charges from refunding	427,714	
Accrued interest payable	(863,733)	
Compensated absences	(4,470,889)	
Net pension liability	(21,773,957)	
Deferred outflows - related to pension	7,675,295	
Deferred inflows - related to pension	(2,546,721)	
Deferred inflows - related to OPEB	(1,865,866)	
Deferred outflows - related to OPEB	1,475,452	
Other post-employment benefits (OPEB) asset	636,813	
Other post-employment benefits (OPEB) liability	(1,175,669)	
		(164,015,300)
NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 551,424,196

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For The Year Ended September 30, 2025

	General	General Obligation
REVENUES		
Taxes, penalties, and interest	$ 72,105,017	$ 8,096,948
Licenses, fees and permits	2,463,779	-
Intergovernmental	666,688	-
Charges for services	4,515,362	-
Fines and forfeitures	654,606	-
Investment income	6,101,159	79,686
Contributions	-	-
Miscellaneous	1,298,031	(10,367)
Total revenues	87,804,642	8,166,267
EXPENDITURES		
Current:		
General government	11,821,175	-
Public safety	28,989,836	-
Public works	9,516,271	-
Culture and recreation	12,395,512	-
Community development	2,908,296	-
Debt Service:		
Principal retirement	403,572	5,145,000
Interest and fiscal charges	8,071	4,417,288
Capital Outlay:		
General government	-	-
Public safety	203,117	-
Public works	365,753	-
Culture and recreation	421,773	-
Total expenditures	67,033,376	9,562,288
Excess (deficiency) of revenues over (under) expenditures	20,771,266	(1,396,021)
OTHER FINANCING SOURCES (USES)		
Transfers in	250,000	1,089,675
Transfers out	(33,477,620)	-
Total other financing sources (uses)	(33,227,620)	1,089,675
Net change in fund balances	(12,456,354)	(306,346)
FUND BALANCES, beginning of year, as previously presented	160,075,875	2,266,050
Change within financial reporting entity (nonmajor to major)	-	-
Fund balances, beginning of year, as restated	160,075,875	2,266,050
FUND BALANCES, end of year	$ 147,619,521	$ 1,959,704

The notes to the financial statements are an integral part of this statement.

ARPA	Capital Projects Streets	Infrastructure Maintenance Fund	Recreation Development Corporation #2	Other Governmental Funds	Total Governmental Funds
$ -	$ -	$ 5,960,862	$ 8,590,330	$ 10,617,910	$ 105,371,067
-	-	-	-	3,389,365	5,853,144
2,471,803	-	-	70,000	-	3,208,491
-	-	-	676,405	1,224,214	6,415,981
-	-	-	-	220,771	875,377
88,157	2,214,097	2,642,278	1,526,820	1,613,556	14,265,753
-	-	-	(533)	37,061	36,528
(5,183)	478,621	510,899	23,352	110,798	2,406,151
2,554,777	2,692,718	9,114,039	10,886,374	17,213,675	138,432,492
131,225	-	-	283,788	529,844	12,766,032
106,681	-	-	-	5,171,573	34,268,090
38,693	-	5,924,666	-	808,094	16,287,724
198,660	-	-	2,624,069	1,541,442	16,759,683
193,580	-	-	-	12,782	3,114,658
-	-	-	-	1,320,000	6,868,572
-	-	-	-	922,727	5,348,086
359,162	-	-	-	91,309	450,471
125,303	-	-	-	2,507,468	2,835,888
52,641	14,565,998	-	-	354,301	15,338,693
1,265,859	-	-	2,993,821	2,067	4,683,520
2,471,804	14,565,998	5,924,666	5,901,678	13,261,607	118,721,417
82,973	(11,873,280)	3,189,373	4,984,696	3,952,068	19,711,075
-	-	32,767,900	-	-	34,107,575
-	-	-	(3,461)	(1,499,210)	(34,980,291)
-	-	32,767,900	(3,461)	(1,499,210)	(872,716)
82,973	(11,873,280)	35,957,273	4,981,235	2,452,858	18,838,359
553,080	56,136,317	35,425,668	-	81,301,723	335,758,713
-	-	-	34,654,786	(34,654,786)	-
553,080	56,136,317	35,425,668	34,654,786	46,646,937	335,758,713
$ 636,053	$ 44,263,037	$ 71,382,941	$ 39,636,021	$ 49,099,795	$ 354,597,072

City of Coppell, Texas

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities
For the Year Ended September 30, 2025

Net change in fund balances - total governmental funds		$ 18,838,359
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount of capital outlay recorded as capital assets in the current period.		
Capital outlay	$ 23,057,880	
Depreciation/amortization	(16,582,205)	6,475,675
Gains and losses on equity investment are not reported in governmental funds.		645,946
Governmental funds do not recognize assets contributed by developers; however in the Statement of Activities, the fair value of those assets is recognized as revenue, then allocated over the useful life of the assets and reported as depreciation expense.		733,623
The governmental funds report bond proceeds as an other financing source, while repayment of bond principal is reported as an expenditure. Also, governmental funds report the effect of premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. Interest is recognized as an expenditure in the governmental funds when it is due. In the statement of activities, interest expense is recognized as it accrues, regardless of when it is due. This amount is the net effect of these differences in the treatment of general obligation bonds and related items.		
Bond principal retirement	$ 6,465,000	
SBITA principal retirement	403,572	
Amortization of bond premiums / discounts	759,989	
Amortization of deferred charges on refundings	(180,760)	7,447,801
Accrued interest expense on long-term debt is reported in the government-wide statement of activities, but does not require the use of current financial resources; therefore, accrued interest expense is not reported as expenditures in governmental funds. This amount is the change in accrued interest.		4,109
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenue in the funds.		(151,283)
In the statement of activities, certain operating expenses are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts actually paid).		
Compensated absences	$ (336,590)	
Pension	(703,142)	
Other post-employment benefits	991,566	(48,166)
Internal service funds are used by management to account for the costs of health claims and replacement of capital equipment. The net income of internal service funds is reported with governmental activities.		
Change in net position of internal service funds	$ (45,484)	
Less amount allocated to business-type activities	33,274	(12,210)
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES		$ 33,933,854

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

General Fund

Statement of Revenues, Expenditures and Changes in Fund Balances- Budget and Actual

For the Year Ended September 30, 2025

	General Fund			
	Budgeted Amounts			Variance with
	Original	Final	Actual Amount	Final Budget
REVENUES				
Taxes, penalties, and interest	$ 64,601,385	$ 72,821,385	$ 72,105,017	$ (716,368)
Licenses, fees, and permits	1,750,707	1,750,707	2,463,779	713,072
Intergovernmental	-	-	666,688	666,688
Charges for services	4,089,197	4,089,197	4,515,362	426,165
Fines and forfeitures	856,000	856,000	654,606	(201,394)
Investment income	1,800,000	1,800,000	6,101,159	4,301,159
Miscellaneous	1,093,744	1,120,306	1,298,031	177,725
Total revenues	74,191,033	82,437,595	87,804,642	5,367,047
EXPENDITURES				
Current:				
General government	13,964,532	14,069,892	11,821,175	2,248,717
Public safety	32,106,046	32,055,036	28,989,836	3,065,200
Public works	9,098,603	10,031,653	9,516,271	515,382
Culture and recreation	12,605,032	12,470,641	12,395,512	75,129
Community Development	3,703,751	3,888,359	2,908,296	980,063
Total current	71,477,964	72,515,581	65,631,090	6,884,491
Debt Service:				
Principal retirement	-	-	403,572	(403,572)
Interest and fiscal charges	-	-	8,071	(8,071)
Total debt service	-	-	411,643	(411,643)
Capital Outlay:				
General government	50,000	9,880	-	9,880
Public safety	15,000	218,882	203,117	15,765
Public works	150,000	1,052,748	365,753	686,995
Culture and recreation	325,000	490,582	421,773	68,809
Total capital outlay	540,000	1,772,092	990,643	781,449
Total expenditures	72,017,964	74,287,673	67,033,376	7,254,297
Excess of revenues over expenditures	2,173,069	8,149,922	20,771,266	12,621,344
OTHER FINANCING SOURCES (USES)				
Transfers in	250,000	250,000	250,000	-
Transfers out	(33,477,620)	(33,477,620)	(33,477,620)	-
Total other financing sources (uses)	(33,227,620)	(33,227,620)	(33,227,620)	-
Net change in fund balances	(31,054,551)	(25,077,698)	(12,456,354)	12,621,344
FUND BALANCES, beginning of year	160,075,875	160,075,875	160,075,875	-
FUND BALANCES, end of year	$ 129,021,324	$ 134,998,177	$ 147,619,521	$ 12,621,344

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

ARPA Fund
Statement of Revenues, Expenditures and Changes
in Fund Balances- Budget and Actual
For the Year Ended September 30, 2025

	ARPA Fund			
	Budgeted Amounts			Variance with
	Original	Final	Actual Amount	Final Budget
REVENUES				
Intergovernmental	$ -	$ 2,718,700	$ 2,471,803	$ (246,897)
Investment income	-	-	88,157	88,157
Miscellaneous	-	-	(5,183)	(5,183)
Total revenues	-	2,718,700	2,554,777	(163,923)
EXPENDITURES				
Current:				
General government	-	131,225	131,225	-
Public safety	-	106,681	106,681	-
Public works	-	38,694	38,693	1
Culture and recreation	-	198,223	198,660	(437)
Community development	-	193,580	193,580	-
Total current	-	668,403	668,839	(436)
Capital Outlay:				
General government	-	359,252	359,162	90
Public safety	-	125,303	125,303	-
Public works	-	52,641	52,641	-
Culture and recreation	-	1,265,919	1,265,859	60
Total capital outlay	-	1,803,115	1,802,965	150
Total expenditures	-	2,471,518	2,471,804	(286)
Excess (deficiency) of revenues over (under) expenditures	-	247,182	82,973	(164,209)
Net change in fund balances	-	247,182	82,973	(164,209)
FUND BALANCES, beginning of year	553,080	553,080	553,080	-
FUND BALANCES, end of year	$ 553,080	$ 800,262	$ 636,053	$ (164,209)

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Infrastructure Maintenance Special Revenue Fund
Statement of Revenues, Expenditures and Changes
in Fund Balances- Budget and Actual
For the Year Ended September 30, 2025

	Infrastructure Maintenance Fund			
	Budgeted Amounts			Variance with
	Original	Final	Actual Amount	Final Budget
REVENUES				
Taxes, penalties, and interest	$ 3,944,872	$ 6,108,500	$ 5,960,862	$ (147,638)
Investment earnings (loss)	350,000	350,000	2,642,278	2,292,278
Miscellaneous	-	523,250	510,899	(12,351)
Total revenues	4,294,872	6,981,750	9,114,039	2,132,289
EXPENDITURES				
Current:				
Public works	2,959,827	8,231,583	5,924,666	2,306,917
Total current	2,959,827	8,231,583	5,924,666	2,306,917
Capital Outlay:				
Public works	5,500,000	5,396,800	-	5,396,800
Total capital outlay	5,500,000	5,396,800	-	5,396,800
Total expenditures	8,459,827	13,628,383	5,924,666	7,703,717
Excess (deficiency) of revenues Over (under) expenditures	(4,164,955)	(6,646,633)	3,189,373	9,836,006
OTHER FINANCING SOURCES				
Transfers in	32,767,900	32,767,900	32,767,900	-
Total other financing sources	32,767,900	32,767,900	32,767,900	-
Net change in fund balances	28,602,945	26,121,267	35,957,273	9,836,006
FUND BALANCES, beginning of year	35,425,668	35,425,668	35,425,668	-
FUND BALANCES, end of year	$ 64,028,613	$ 61,546,935	$ 71,382,941	$ 9,836,006

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Recreation Development Corporation #2 Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Recreation Devevelopment Corporation #2 Fund			
	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes, Penalties, and Interest	$ 4,558,349	$ 8,930,026	$ 8,590,330	$ (339,696)
Intergovernmental	-	-	70,000	70,000
Charges for service	720,000	720,000	676,405	(43,595)
Investment earnings	350,000	350,000	1,526,820	1,176,820
Contributions	-	30,000	(533)	(30,533)
Miscellaneous	-	-	23,352	23,352
Total revenues	5,628,349	10,030,026	10,886,374	856,348
EXPENDITURES				
Current:				
General government	-	-	283,788	(283,788)
Culture and recreation	3,396,475	3,358,339	2,624,069	734,270
Total current	3,396,475	3,358,339	2,907,857	450,482
Capital outlay:				
Culture and recreation	2,479,560	3,091,077	2,993,821	97,256
Total capital outlay	2,479,560	3,091,077	2,993,821	97,256
Total expenditures	5,876,035	6,449,416	5,901,678	547,738
Excess/(deficiency) of revenues over (under) expenditures	(247,686)	3,580,610	4,984,696	1,404,086
OTHER FINANCING SOURCES (USES)				
Transfers out	(3,461)	(3,461)	(3,461)	-
Total other financing sources (uses)	(3,461)	(3,461)	(3,461)	-
Net changes in fund balances	(251,147)	3,577,149	4,981,235	1,404,086
Fund balances, beginning of year	34,654,786	34,654,786	34,654,786	-
FUND BALANCES, END OF YEAR	$ 34,403,639	$ 38,231,935	$ 39,636,021	$ 1,404,086

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas
Statement of Net Position
Proprietary Funds
September 30, 2025

	Business-type Activities	Governmental Activities
	Water and Sewer Fund	Internal Service Funds
ASSETS		
Current assets:		
Cash	$ 132,774	$ 729,624
Investments	54,208,032	35,685,948
Receivables, net of allowance for uncollectibles of $264,175		
Accounts receivable	2,884,379	672,930
Interest receivable	56,822	303,200
Other receivable	45,530	-
Leases receivable	952,348	-
Inventory	187,216	-
Prepaids	219	1,079,579
Total current assets	58,467,320	38,471,281
Noncurrent assets:		
Cash, restricted	336,359	-
Investments, restricted	544,159	-
Other post-employment asset	33,515	-
Capital assets, shown net of accumulated depreciation	52,152,903	5,247,602
Total noncurrent assets	53,066,936	5,247,602
TOTAL ASSETS	111,534,256	43,718,883
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows related to pension	260,280	-
Deferred outflows related to other post-employment benefits	77,655	-
TOTAL DEFERRED OUTFLOWS OF RESOURCES	337,935	-
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	$ 111,872,191	$ 43,718,883
LIABILITIES		
Current liabilities:		
Claims liability	$ -	$ 570,679
Accounts payable	1,641,528	295,278
Accrued liabilities	46,099	-
Accrued interest	143,471	-
Retainage payable	373,122	-
Bonds payable current	1,555,000	-
Compensated absences	60,596	-
Total current liabilities	3,819,816	865,957
Noncurrent liabilities:		
Payable from restricted assets	521,005	-
Bonds payable noncurrent	26,650,987	-
Net pension liability	978,349	-
Other post-employment liability	61,878	-
Compensated absences	38,301	-
Total noncurrent liabilities	28,250,520	-
TOTAL LIABILITIES	32,070,336	865,957
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows related to pension	85,075	-
Deferred inflows related to other post-employment benefits	98,205	-
Deferred inflows related to leases	895,364	-
TOTAL DEFERRED INFLOWS OF RESOURCES	1,078,644	-
NET POSITION		
Net investment in capital assets	36,696,275	5,247,602
Unrestricted	42,026,936	37,605,324
TOTAL NET POSITION	$ 78,723,211	$ 42,852,926
Adjustment to reflect the consolidation of internal service fund activities related to the enterprise fund	$ 1,838,793	
Net position of business-type activities	$ 80,562,004	

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended September 30, 2025

	Business-type Activities	Governmental Activities
	Water and Sewer Fund	Internal Service Funds
OPERATING REVENUES		
Water and sewer sales	$ 23,065,674	$ -
Water and sewer connection fees	10,670	-
City and employee contributions	-	4,833,244
Miscellaneous	766,812	-
Total operating revenues	23,843,156	4,833,244
OPERATING EXPENSES		
Purchase of water	8,395,646	-
Purchase of sewer treatment	4,595,447	-
Salaries and wages	1,844,284	-
Supplies and services	3,745,465	115,329
Claims	-	4,663,103
Contractual services and charges	-	1,526,147
Depreciation	2,714,569	1,393,261
Total operating expenses	21,295,411	7,697,840
Operating income (loss)	2,547,745	(2,864,596)
NON-OPERATING REVENUES (EXPENSES)		
Investment earnings (losses)	1,902,321	1,480,485
Interest expense and fiscal charges	(735,681)	-
Gain on sale of capital assets	-	442,770
Total nonoperating revenues (expenses)	1,166,640	1,923,255
Income (loss) before contributions and transfers	3,714,385	(941,341)
Impact and availabilty fees	43,668	-
Transfers in	-	895,857
Transfers out	(23,141)	-
Change in net position	3,734,912	(45,484)
Net position - beginning	74,988,299	42,898,410
TOTAL NET POSITION - ending	$ 78,723,211	$ 42,852,926
Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds	$ (33,274)	
Changes in net position of business-type activities	$ 3,701,638	

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas
Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2025

	Business-type Activities	Governmental Activities
	Water and Sewer Fund	Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash received from customers	$ 23,594,574	$ -
Cash received from miscellaneous sources	766,812	-
Cash received from City and employee contributions	-	4,534,716
Cash paid to suppliers	(17,853,420)	(115,329)
Cash paid to employees	(1,860,945)	-
Cash payments for claims	-	(4,930,108)
Cash payments for contractual services and charges	-	(1,487,407)
Net cash provided by (used in) operating activities	4,647,021	(1,998,128)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES		
Transfers from other funds	-	895,857
Transfers to other funds	(23,141)	-
Net cash provided by (used in) non-capital financing activities	(23,141)	895,857
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition and construction of capital assets	(2,315,329)	(3,278,527)
Proceeds from sale of capital assets	-	442,770
Principal payments on long term obligations	(1,657,995)	-
Interest paid	(742,662)	-
Water and sewer impact fees collected	43,668	-
Net cash provided by (used in) capital and related financing activities	(4,672,318)	(2,835,757)
CASH FLOWS FROM INVESTING ACTIVITIES		
Proceeds from maturity of investments	6,888,142	4,278,583
Purchase of investments	(2,743,010)	(995,425)
Investment earnings (loss)	1,902,321	1,503,167
Net cash provided by (used in) investing activities	6,047,453	4,786,325
Net increase in cash and cash equivalents	5,999,015	848,297
Balances - beginning of year	39,008,343	13,866,617
Balances - end of the year	$ 45,007,358	$ 14,714,914
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES:		
Operating income (loss)	$ 2,547,745	$ (2,864,596)
Adjustments to reconcile operating income (loss) to net cash provided by (used in) operating activities:		
Depreciation	2,714,569	1,393,261
Change in assets and liabilities:		
(Increase) decrease in receivables	521,688	(298,528)
(Increase) decrease in inventory	(1,622)	-
(Increase) decrease in prepaids	(219)	20,625
(Increase) decrease in deferred outflows	226,291	-
Increase (decrease) in accounts payable and accrued liabilities	(1,115,021)	18,115
Increase (decrease) in unpaid claims	-	(267,005)
Increase (decrease) in deposits	(3,458)	-
Increase (decrease) in compensated absences	27,245	-
Increase (decrease) in net pension liability	(231,047)	-
Increase (decrease) in OPEB liability	(47,617)	-
Increase (decrease) in deferred inflows	8,467	-
NET CASH PROVIDED BY (USED IN) OPERATING ACTIVITIES	$ 4,647,021	$ (1,998,128)
CASH RECONCILIATION		
Actual balances - end of year		
Cash	$ 132,774	$ 729,624
Restricted cash	336,359	-
Investments (TexPool, TexStar, and TexasClass only)	44,538,225	13,985,290
Total cash and investments - end of year	$ 45,007,358	$ 14,714,914

The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Statement of Fiduciary Net Position
September 30, 2025

	OPEB Trust Fund as of 12/31/24	Custodial Fund HRA
ASSETS		
Cash and cash equivalents	$ -	$ 113,940
Investments		
Mutual fund - mixed equity and income	4,002,860	306,781
TOTAL ASSETS	$ 4,002,860	$ 420,721
NET POSITION		
Restricted for:		
Other post-employment benefits	$ 4,002,860	$ -
HRA members	-	420,721
TOTAL NET POSITION	$ 4,002,860	$ 420,721

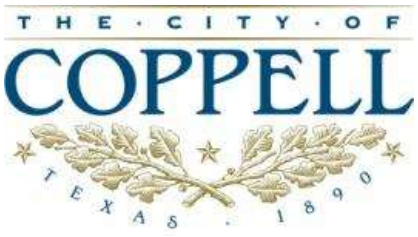
The notes to the financial statements are an integral part of this statement.

City of Coppell, Texas

Statement of Changes in Fiduciary Net Position
For the Year Ended September 30, 2025

	OPEB Trust Fund for year ended 12/31/24	Custodial Fund HRA
ADDITIONS		
Contributions - employer	$ 718,664	$ 159,256
Net gain on fair value of investments	257,489	-
TOTAL ADDITIONS	976,153	159,256
DEDUCTIONS		
Benefit payments	-	126,199
OPEB plan administrative expense	22,278	-
TOTAL DEDUCTIONS	22,278	126,199
Net additions (deductions)	953,875	33,057
NET POSITION, beginning	3,048,985	387,664
NET POSITION, ending	$ 4,002,860	$ 420,721

The notes to the financial statements are an integral part of this statement.



The notes to the financial statements are an integral part of this statement.

Note 1. Summary of Significant Accounting Policies

The City of Coppell, Texas (City) was incorporated in 1955 and adopted its present charter in 1986 under the provision of Act 279, P.A. 1909, as amended (Home Rule City Act). The charter was amended in August 2001. The City operates under a Council-Manager form of government and provides the following services as authorized by its charter: Public Safety - Police and Fire, Highways and Streets, Sanitation, Health and Social Services, Culture and Recreation, Public Improvements, Planning and Zoning and General Administrative Services.

The accounting policies of the City conform to accounting policies generally accepted in the United States of America (US GAAP) for local governments as prescribed by the Governmental Accounting Standards Board (GASB). GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant accounting policies of the City are described below:

A. Reporting Entity

As required by US GAAP, these financial statements present the City and its component units, which are controlled by the elected officials of the City and for which the City is considered to be financially accountable. The "reporting entity" is the primary government and those component units for which the primary government is financially accountable. (Financial accountability is defined as the appointment of a voting majority of the component unit's board and the ability to either impose will by the primary government or the possibility that the component government will provide a benefit or impose a financial burden to the primary government.) A "blended component unit", although a legally separate entity, is in substance part of the City's operations and this unit is therefore combined with data of the City. A "discretely presented component unit" is presented in a separate column of the Government-wide Financial Statements to emphasize it is legally separate.

Blended Component Units

The Coppell Recreation Development Corporation (CRDC) was formed to plan, design, and construct recreational facilities and improvements within the City using proceeds from a special 4(B) Sales Tax approved by the voters. The Corporation is organized exclusively to act on behalf of the City for financing, development, and operation of recreation properties. The affairs of the Corporation are managed by a seven-member board of directors, which is appointed by the City Council. The annual corporate budget and issuance of debt must be approved by the City Council. Since the CRDC's Board of Directors is appointed by City Council, City management has operational responsibility for the CRDC, and the CRDC exclusively, or almost exclusively, benefits the City, the CRDC is considered a blended component unit and financial transactions are reflected in a special revenue fund, capital project fund and debt service fund. Separate financial statements for the CRDC are not available.

The Coppell Economic Development Foundation (CEDF) was formed to promote economic development and business opportunities within the City by developing capital assets that are owned by the City of Coppell using proceeds transferred from the City to the CEDF which are approved by Council. For example, the City owns historical buildings that the CEDF has relocated and revitalized for community use. Since the CEDF's Board of Directors is appointed by the City Council, its projects are intended to benefit the City, and the City Council has ultimate authority and approval of its projects and funding, the CEDF is considered a blended component unit of the City and financial transactions are reflected in a special revenue fund. Separate financial statements for the CEDF are not available.

B. Implementation of New Accounting Principles

GASB Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The City implemented this statement in fiscal year 2025.

GASB Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential information about risks related to a government's vulnerabilities due to certain concentrations or constraints. The City implemented this statement in fiscal year 2025.

The following statements will be implemented in future years:

GASB Statement No. 103, *Financial Report Model Improvements*. The objective of this Statement is to establish new accounting and financial reporting requirements – or modify existing requirements – related to the following:

- Management's discussion and analysis
- Unusual or infrequent items
- Presentation of the proprietary fund statement of revenues, expenses, and changes in fund net position
- Information about major component units in basic financial statements
- Budgetary comparison information
- Financial trends information in the statistical section

This Statement becomes effective for the City in fiscal year 2026.

GASB Statement No. 104, *Disclosure of Certain Capital Assets*. This Statement establishes requirements for certain types of capital assets to be disclosed separately in the capital assets note disclosures required by Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments. It also establishes requirements for capital assets held for sale, including additional disclosures for those capital assets. This Statement becomes effective for the City in fiscal year 2026.

GASB Statement No. 105, *Subsequent Events*. This Statement improves financial reporting related to subsequent events by 1) clarifying the subsequent events time frame and the subsequent events that constitute recognized and non-recognized events and 2) specifies the information items that are required to be disclosed about subsequent events. The requirements of this Statement are effective for reporting periods beginning after June 15, 2026, with earlier application encouraged. This Statement becomes effective for the City in fiscal year 2027.

C. Basis of Presentation

Government-wide

The basic financial statements include both government-wide (based on the City as a whole) and fund financial statements. The government-wide financial statements (i.e., the Statement of Net Position and the Statement of Activities) report information on all the non-fiduciary activities of the primary government and its component units. Government-wide financial statements do not include fiduciary funds. For the most part, the effect of inter-fund activity has been removed from these statements.

Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable. The focus is either the City as a whole or major individual funds (within the fund financial statements).

The government-wide Statement of Activities demonstrates the degree to which the direct expenses of a functional category (Public Safety, Public Works, etc.) or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, 2) grants and contributions that are restricted to meeting the operational requirements of a particular function or segment and 3) grants and contributions that are restricted to meeting the capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

The net cost of governmental and business-type activities (by function) is normally covered by general revenue (property, sales, franchise taxes, interest income, etc.).

Fund

Separate fund based financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. The major governmental funds are the General Fund, General Obligation Debt Service Fund, ARPA, Streets Capital Projects Fund, Infrastructure Maintenance, and Recreation Development #2 Special Revenue Fund. The major enterprise fund is the Water and Sewer Fund. The non-major funds are combined in a separate column in the fund financial statements. The non-major funds are detailed in the combining section of the statements.

Internal service funds, which traditionally provide services primarily to other funds of the government, are presented in the summary form as part of the proprietary fund financial statements. Because the principal users of the internal services are the City's governmental activities, financial statements of internal service funds are consolidated into the governmental activities when presented in the government-wide financial statements. To the extent possible, the cost of these services is reflected in the appropriate functional activity (Public Safety, Public Works, etc.).

The City's fiduciary funds are presented in the fund financial statements. Since, by definition, these assets are being held for the benefit of a third party (other local governments, individuals, etc.) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide financial statements. The fiduciary funds of the City are an other post-employment benefits trust and a custodial fund.

The government-wide focus is more on the sustainability of the City as an entity and the change in aggregate financial position resulting from the activities of the fiscal period.

The focus of the fund financial statements is on the major individual funds of the governmental and business-type categories, as well as the fiduciary funds (by category). Each presentation provides valuable information that can be analyzed and compared to enhance the usefulness of the information.

D. Measurement Focus and Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary funds are used to report assets held in a trustee or custodial capacity for others. Fiduciary funds employ the same economic resources measurement focus and the accrual basis of accounting as the government-wide financial statements and proprietary fund types. The City's trust fund for other post- employment benefits reports following the criteria of GASB Statements No. 74 and No. 75.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when susceptible to accrual, that is, when they are both measurable and available. Measurable means the amount of the transaction can be determined and available means collectible within the current period. Therefore, revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers property tax revenues to be available if they are collected within sixty days of the end of the current fiscal period, and sales tax revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the obligation has matured and is due and payable shortly after year end.

The revenues susceptible to accrual are ad valorem, franchise, and sales tax revenues. Licenses and permits, charges for services, fines and forfeitures, contributions, and miscellaneous revenues are not susceptible to accrual because generally they are not measurable until received in cash. Investment earnings are recorded as earned since they are measurable and available.

The City reports unavailable revenue in its governmental funds. Unavailable revenue arises when potential revenue does not meet the "available" criteria for recognition in the current period. Unearned revenue arises when the City receives resources before it has a legal claim to them such as when grant monies are received prior to the incidence of qualifying expenditures. Revenue is recognized in subsequent periods, when the "available" recognition criteria is met or when the City has a legal claim to the resources.

Business type activities and all proprietary funds are reported using the economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the Statement of Net Position. Proprietary fund-type operating statements present increases (e.g., revenues) and decreases (e.g., expenses) in net position. Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's Water and Sewer Fund are charges to customers for sales and services. Operating expenses for the enterprise fund and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

The City reports the following major funds:

1. Governmental Funds: The focus of governmental fund measurement (in the fund financial statements) is financial position and changes in financial position (sources, uses, and balances of financial resources) rather than net income. The following is a description of the major governmental funds of the City:

    a. General Fund is the main operating fund of the City. This fund is used to account for all financial resources not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to another fund are accounted for in this fund. General operating expenditures, fixed charges, and capital improvement costs that are not paid through other funds are paid from the General Fund.

    b. General Obligation Debt Service Fund is used to account for the accumulation of financial resources for the payment of principal, interest and related costs on general long-term debt paid primarily from taxes levied by the City. The fund balance of the General Obligation Debt Service Fund is restricted exclusively for debt service expenditures.

    c. ARPA (American Rescue Plan Act) accounts for funds received through the Coronavirus State and Local Fiscal Recovery Funds program. These funds, including any interest earned, are intended for projects in compliance with statutory and regulatory requirements.

    d. Streets Capital Projects Fund accounts for funds received and expended for the construction and renovation of thoroughfares, arterial streets, and drainage improvements in the City. Funds are provided primarily through bond sales, paving assessments, and interest earnings.

    e. Infrastructure Maintenance Special Revenue Fund accounts for revenues that are restricted for future maintenance of the City's infrastructure. Funds are provided through 1/4 of one percent sales tax revenue and interest earnings.

    f. Recreation Development Corporation #2 Fund accounts for revenues which are restricted for the Coppell Recreation Development Corporation, a blended component unit of the City.

2. Proprietary Funds: The accounting objectives are the determination of operating income, changes in net position, financial position, and cash flows. The following is a description of the major proprietary fund of the City:

    Water and Sewer Fund accounts for the operation of the City's water and sewer utility. Activities of the Fund include administration, operation, and maintenance of the water and sewer system and billing and collection activities. The Fund also accounts for the accumulation of resources for, and the payment of, long-term debt principal and interest for bonds when due throughout the year. All costs are financed through charges made to utility customers with rates reviewed regularly and adjusted if necessary to ensure integrity of the Fund.

The City additionally reports the following fund types:

1. An Internal Service Fund is a type of proprietary fund used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, generally on a cost reimbursement basis. The City has three Internal Service Funds. The Self-funded Health Fund reported by the City is used to account for the self-funded health program provided by the City to its employees and their dependents on a subsidized cost basis. The Capital Replacement Fund reported by the City is used to accumulate funds and reimburse costs of capital replacement. The Enterprise Solutions Replacement Fund reported by the City is used to accumulate funds and reimburse costs of technology and communications.

2. A Permanent Fund is used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City. The permanent fund reported by the City is used to account for the assets and earnings used to support the operations and maintenance of the Rolling Oaks Cemetery.

3. An Other Post-Employment Benefit (OPEB) Trust Fund is a type of fiduciary fund used to report resources that are required to be held in trust for the members and beneficiaries of defined contribution plans, other postemployment benefit plans, or other employee benefit plans. The OPEB Trust Fund is used to report resources held in trust for the healthcare benefits of members.

4. Custodial Funds are used to account for assets held by the City in an agency capacity for individuals, local law enforcement agencies or developers. The City has one Custodial Fund. The Health Reimbursement Arrangement Fund is used to account for contributions and disbursements on behalf of members of the Health Reimbursement Arrangement. The City has no administrative involvement with the assets or direct financial involvement with the assets of this fund for the individuals.

E. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded to reserve that portion of applicable appropriations, is employed as an extension of formal budgetary integration in the General, Special Revenue, and Debt Service Funds.

F. Deposits and Investments

The City maintains a cash and investment pool for the purpose of increasing income through investment activities. Investments are recorded at fair value (based on quoted market prices), except for the positions in the government pools, TexPool, TexSTAR, and Texas CLASS. Fair value analysis is performed monthly, and any significant losses are evaluated.

The Legislature for the State of Texas has enacted and regularly amends the Public Funds Investment Act ("Investment Act") that governs items such as investment strategies and policies, training for investment officers, quarterly reporting, and types of investments allowed. The City has developed an investment Policy that is annually reviewed and approved through resolution by the City Council. This investment policy is in compliance with the Investment Act. Accordingly, the City is authorized to invest in (1) obligations of the United States or its agencies and instrumentalities; (2) direct obligations of the State of Texas or its agencies and instrumentalities; (3) obligations of state agencies, cities, and other political subdivisions of any state rated as to investment quality by a nationally recognized investment rating firm not less than "A" or its equivalent, and other obligations, the principal and interest of which are unconditionally guaranteed or insured by the State of Texas, or the United States, or its instrumentalities; (4) Certificates of Deposit issued by state or national banks and credit unions domiciled in Texas that are guaranteed or insured by the Federal Deposit Insurance Corporation or its successor, or secured by obligations mentioned above; (5) fully collateralized direct repurchase agreements having a defined termination date secured by obligations of the United States or its agencies and instrumentalities; (6) no-load money market mutual funds, regulated by the Securities and Exchange Commission (SEC), with a dollar-weighted average stated maturity of 90 days or fewer, and includes in its investment objectives the maintenance of a stable net asset value of $1 for each share (7) no-load mutual funds that are registered with the SEC, having an average weighted maturity of less than two years and are invested or secured in obligations described above and the fund must maintain a rating of AAA or its equivalent by at least one nationally recognized rating firm. The City is not authorized by its investment policy to invest in banker's acceptances, "bond" mutual funds, collateralized mortgage obligations of any type, or commercial paper.

Investment activities are conducted through the depository bank. The City's safekeeping agent holds all securities in the City's name.

For the year ended September 30, 2025, the City invested in Treasury Notes, State and Local Government Series (SLGs), TexPool, TexSTAR, and Texas CLASS. The City records all interest revenue related to investment activities in the respective funds.

TexPool, TexSTAR, and Texas CLASS are external investment pools that were created to conform to the Interlocal Cooperation Act, Chapter 791 of the Texas Government Code, and the Public Funds Investment Act, Chapter 2256 of the Texas Government Code. As local government investment funds, TexPool, TexSTAR, and Texas CLASS seek to maintain stable net asset value (NAV) of $1.00 per unit. TexPool and TexSTAR use amortized cost to value portfolio assets and follow the criteria for GASB Statement No. 79 for use of amortized cost, and Texas CLASS uses NAV to value portfolio assets.

The State Comptroller of Public Accounts (the Comptroller) is the sole officer, director, and shareholder of the Texas Treasury Safekeeping Trust Company ("Trust Company"), which is authorized to operate TexPool. Pursuant to the TexPool participation agreement, administrative and investment services to TexPool are provided by Federated Investors. The Comptroller maintains oversight of the services provided by TexPool. The TexPool Advisory Board, composed equally of participants in TexPool and other persons who do not have a business relationship with TexPool, acts as advisor on TexPool Investment Policy.

J.P. Morgan Investment Management Inc. (JPMIM) and First Southwest, a Division of Hilltop Securities (FirstSouthwest) serve as co-administrators for TexSTAR under an agreement with the TexSTAR Board of Directors (the "Board"). The Board manages the business and affairs of TexSTAR in accordance with its bylaws.

Public Trust Advisors, LLC is the Program Administrator of Texas CLASS, and UMB Bank, N.A. is Custodian. It is supervised by a seven-member Board of Trustees who are elected by the participants at its annual meeting. The Board supervises the Trust and its affairs and acts as the liaison between the participants, the custodian, and the program administrator. It also has an appointed five-member advisory board to provide advice about investment policy and strategy.

State and Local Government Series (SLGS) securities are special purpose securities that Treasury issues to state and local governments to assist with compliance of federal tax laws and IRS regulations governing the investment of cash proceeds generated from a tax-exempt bond issuance.

G. Cash and Cash Equivalents

Cash includes cash on hand, demand deposits, and escrow cash with fiscal agent. For purposes of the Statement of Cash Flows, the City also considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents; this includes investments in TexPool, TexSTAR, and Texas CLASS. All cash and investments in TexPool, TexSTAR, and Texas CLASS of the proprietary funds are pooled with the City's pooled cash and investments and are therefore considered cash equivalents.

H. Unbilled Services Receivable

Utility services revenue is recorded when earned. Customers are billed monthly. The estimated value of services provided, but unbilled at year-end, has been included in the accompanying financial statements.

I. Inventory and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the Water and Sewer Fund consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense in the period that inventory items are consumed.

Prepaid items are for payments made by the City in the current year to provide services occurring in the subsequent fiscal year and are accounted for using the consumption method. A non-spendable fund balance for prepaid items is recognized in the governmental funds financial statements to signify that a portion of fund balance is not available for other subsequent expenditures according to GASB Statement No. 54.

J. Restricted Assets

Restricted cash and investments on the Proprietary Statement of Net Position are restricted in the Water and Sewer Fund for customer deposits and the repayment of outstanding bonds.

K. Interfund Transactions and Receivables and Payables

Transactions between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (the current portion of interfund loans) or "advances to/from other funds" (the non-current portion of interfund loans). Any residual balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

All legally authorized transfers are appropriately treated as transfers and are included in the results of operations of both governmental and proprietary funds. Nonrecurring or nonroutine transfers of equity between funds - for example, contribution of capital assets to a proprietary fund or transfers of residual balances of discontinued funds to other funds - are accounted for as transfers.

Salaries, wages, and related payroll costs of personnel who perform administrative services for the Water and Sewer Fund and Recreation Development Corporation are paid through the General Fund. The City has recorded expenses for these administrative costs in the Water and Sewer Fund and Recreation Development Corporation Special Revenue Fund and recognized corresponding revenue in the General Fund.

L. Capital Assets

Property, plant, and equipment purchased or acquired is carried at historical cost or estimated historical cost. Contributed capital assets are recorded at acquisition cost at the time received. Capital assets are defined by the government as assets with an initial, individual cost of more than $15,000 except for land, and an estimated useful life in excess of one year. Land is a capital asset without regard to value.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated/amortized using the straight-line method over the following estimated useful lives:

Capital Asset Classification	Useful Life in Years
Building and Improvements	50
Water and Sewer System	40
HVAC Systems	20
Vehicles, Machinery and Equipment	3 to 7
Furniture and fixtures	5
Drainage improvements	40
Streets	25
Parks	50
SBITAs	3

M. Leases

The City is a lessor for noncancellable leases of property. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide, governmental fund and proprietary fund financial statements.

At the commencement of a lease, the City initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term. The City recorded lease revenue, including interest, of $289,452 during the fiscal year ended September 30, 2025.

Key estimates and judgments related to leases include how the City determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The City uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease.
- Lease payments included in the measurement of the lease receivable are composed of fixed payments from the lessee, variable payments from the lessee that are fixed in substance or that depend on an index or a rate, residual value guarantee payments from the lessee that are fixed in substance, and any lease incentives that are payable to the lessee.

The City monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

N. Subscription-Based Information Technology Arrangements (SBITAs)

The City has noncancellable contracts with SBITA vendors for the right to use information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets). The City recognizes a subscription liability, reported with long-term debt, and a right-to-use subscription asset (an intangible asset), reported with other capital assets, in the government-wide financial statements. The City recognizes subscription liabilities with an initial, individual value of $50,000 or more.

At the commencement of a SBITA, the City initially measures the subscription liability at the present value of payments expected to be made during the subscription term. Subsequently, the subscription liability is reduced by the principal portion of SBITA payments made. The subscription asset is initially measured as the initial amount of the subscription liability, adjusted for SBITA payments made at or before the SBITA commencement date, plus certain initial implementation costs. Subsequently, the subscription asset is amortized on a straight-line basis over the shorter of the subscription term or the useful life of the underlying IT assets.

Key estimates and judgments related to SBITAs include how the City determines (1) the discount rate it uses to discount the expected subscription payments to present value, (2) subscription term, and (3) subscription payments.

- The City uses the interest rate charged by the SBITA vendor as the discount rate. When the interest rate charged by the SBITA vendor is not provided, the City generally uses its estimated incremental borrowing rate as the discount rate for SBITAs.
- The subscription term includes the noncancellable period of the SBITA.
- Subscription payments included in the measurement of the subscription liability are composed of fixed payments, variable payments fixed in substance or that depend on an index or a rate, termination penalties if the City is reasonably certain to exercise such options, subscription contract incentives receivable from the SBITA vendor, and any other payments that are reasonably certain of being required based on an assessment of all relevant factors.

The City monitors changes in circumstances that would require a remeasurement of its SBITAs and will remeasure the subscription asset and liability if certain changes occur that are expected to significantly affect the amount of the subscription liability.

O. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The City has reported the deferred charge on refunding as a deferred outflow of resources in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflows of resources related to the net pension liability are reported and amortized according to GASB Statement No. 68. Deferred outflows of resources related to the other post- employment benefits liabilities are reported and amortized according to GASB Statement No. 75.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The City has reported pension-related items and OPEB-related items as deferred inflows of resources in the government-wide statement of net position. Deferred inflows of resources related to the net pension liability are amortized according to GASB Statement No. 68, and deferred inflows of resources related to the other post-employment benefits

liabilities are amortized according to GASB Statement No. 75. In addition, there are deferred amounts related to leases, that is initially an offset to leases receivable recorded at lease commencement, and is subsequently recognized as revenue over the life of the lease term.

P. Compensated Absences

City employees are granted vacation and sick leave in varying amounts. Upon termination, an employee is reimbursed for accumulated vacation. Accumulated vacation is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations or retirements.

Q. Other Post-Employment Benefits

The City provides post-employment healthcare benefits to all employees who retire from the City. All employees who are vested in the City's pension plan, Texas Municipal Retirement System, are eligible for these benefits with 20 years or more of service, regardless of age, or at age 60 and above. Coverage is also available to dependents and/or surviving spouses of retirees. Retirees are responsible for paying the full premium for healthcare benefits as the City does not directly subsidize retiree premiums.

R. Property Tax

The City's property tax is levied each October 1 on the assessed value listed as of the prior January 1 for all real and business personal property located in the City. The property taxes attach as an enforceable lien on property as of January 1. Appraised values are established by the central appraisal districts at 100% of estimated market value and certified by the Appraisal Review Board. The assessed value for the tax roll on January 1, 2024, upon which the original fiscal year 2025 levy was based, was $11,392,822,344. Subsequent adjustments decreased this value to $11,343,144,528.

Taxes are due October 1 and become delinquent after the following January 31. Penalties and interest are charged at 7% on delinquent taxes beginning February 1 and increase each month to 18% on July 1. Property taxes at the fund level are recorded as receivables and unavailable revenues at the time the tax levy is billed.

Current year revenues recognized are those ad valorem taxes collected within the current period or soon enough thereafter to pay current liabilities, generally sixty (60) days after year-end. Current tax collections for the year ended September 30, 2025, were 99.64% of the tax levy.

The statutes of the State of Texas do not prescribe a legal debt limit. However, Article XI, Section 5 of the Texas Constitution applicable to cities with a population of more than 5,000 limits the ad valorem tax rate to $2.50 per $100 assessed valuation. For the year ended September 30, 2025, the City had a tax margin of $2.041368 per $100 assessed valuation based upon the maximum rates prescribed by law.

In Texas, countywide central appraisal districts are required to assess all property within the appraisal district based on 100% of its appraised value and are prohibited from applying any assessment ratios. The value of property within the appraisal district must be reviewed every three years; however, reviews of appraised values may be conducted more frequently. The City may challenge appraised values established by the appraisal district through various appeals, and if necessary, legal action. Under this system, the City sets tax rates on City property. However, if the no-new revenue rate (previously known as effective tax rate), excluding tax rates for bonds and other contractual obligations, adjusted for new improvements, generates property tax revenue that exceeds the previous year by more than 3.5%, the City is required to hold an automatic election to obtain voter approval of the adopted tax rate.

S. Tax Incentives

The City enters into economic development agreements authorized under Chapter 312 of the Texas Tax Code and Chapter 380 of the Texas Local Government Code which abate or rebate property and/or sales taxes. These agreements are designed to stimulate economic activity, redevelopment, community improvement, and provide a return on investment for the community. Economic development agreements are considered on a case-by-case basis and generally contain recapture provisions which may require repayment or termination if recipients do not meet the required provisions of the agreements.

Chapter 312 of the Texas Tax Code allows the City to negotiate abatement agreements with applicants. These abatement agreements authorize the appraisal districts to reduce the taxable value of the taxpayer's property by a percentage specified in the agreement, and the taxpayer pays taxes on the lower value during the term of the agreement. Compliance is evaluated annually. The reduction in revenue for property taxes abated for the fiscal year ending September 30, 2025 totaled $1,022,223.

Chapter 380 of the Texas Local Government Code allows the City to provide grants for the purpose of promoting local economic development. These grants are based on a percentage of property and/or sales tax received by the City. The reduction in revenue due to property tax and sales taxes rebated or accrued for rebate applicable to the fiscal year ending September 30, 2025 totaled $439,515 and $179,578 respectively.

T. Federal and State Grants

Federal grants consisted of $2,471,803, $85,867, and $2,538 revenue recognized for the American Rescue Plan Act, Department of Justice Equitable Sharing Program, and LSTA (Library Services and Technology Act) Grants to State Program, respectively. State grants consisted of $620,267, $5,720, and $16,906 recognized for the TIFMAS (Texas Intrastate Fire Mutual Aid System), NCTTRAC (North Central Texas Trauma Regional Advisory Council), and TEEX (Texas A&M Engineering) program revenues. These grants are reported in the General Fund, with the exception of the ARPA grant that is reported in a Special Revenue fund.

U. Long-Term Debt

General obligation bonds issued for general government capital projects that are to be repaid from tax revenues of the City are recorded in the government-wide Statement of Net Position. Bonds issued for Proprietary Fund assets that are to be repaid by the Proprietary Fund are recorded in the Proprietary Fund.

Bond premiums and discounts are deferred and amortized over the life of the related debt issues in the government-wide financial statements and the Proprietary Fund. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are expended when incurred. In the governmental fund financial statements, debt issuance costs are expended when incurred, while bond premiums and discounts are recorded as other financing sources and uses, respectively.

V. Net Position

Net position represents the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balance of any debt used for the acquisition, construction or improvements of those assets, net of debt related to any unspent proceeds.

W. Fund Balance

Stabilization Arrangement

The City Charter, as amended November 1995, created a stabilization arrangement of not less than ten percent of the proposed expenditures for the major operating funds. The major operating fund of the City is the General Fund. The City Charter may only be changed through an election, and therefore, the stabilization amount may not be spent without an election. The stabilization arrangement amount of $11,937,810 is classified as committed fund balance in the General Fund.

Minimum Fund Balance Policy

It is the desire of the City to maintain adequate fund balance in the General Fund for liquidity and in anticipation of economic downturns or natural disasters. In addition to the stabilization arrangement established through the City Charter, the City Council has adopted a funding policy to maintain a fund balance in the General Fund of ten percent of the next year's budgeted expenditures plus 60 days of expenditures, which is estimated to be 15 percent of the next year's budgeted expenditures. If fund balance falls below the minimum target level because it has been used, essentially as a "revenue" source, as dictated by current circumstances, the policy provides for actions to replenish the amount to the minimum target level. Generally, replenishment is to occur within a two-year period. The stabilization arrangement and the funding policy create a minimum fund balance of 25 percent of the next year's budgeted expenditures.

X. Retirement Plan

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the Fiduciary Net Position of the Texas Municipal Retirement System (TMRS) and additions to/deductions from TMRS's Fiduciary Net Position have been determined on the same basis as they are reported by TMRS. For this purpose, plan contributions are recognized in the period that compensation is reported for the employee, which is when contributions are legally due. Benefit payments and refunds are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Y. Use of Estimates

The preparation of financial statements in conformity with US GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues, expenditures, and expenses during the reporting period. Actual results could differ from those estimates.

Note 2. Stewardship, Compliance, and Accountability

A. Budgetary Data

The City Charter contains the following requirements, which are adhered to by the City Council, regarding preparation of the annual budget:

- The City Manager, between 60 and 90 days prior to October 1st of each fiscal year, shall submit to the City Council a proposed budget. Such budget shall provide a complete financial plan for the fiscal year.

- The City Manager submits the proposed budget to the City Council by August 5th of each year. City Management shall fix the time and place of a public hearing on the budget and shall cause to be published in the official newspaper of the City of Coppell, a notice of the hearing setting forth the time and place thereof at least eleven days before the date of such hearing.

- The budget shall be finally adopted no later than 15 days prior to the beginning of the fiscal year and should the City Council fail to so adopt a budget, the then existing budget together with its tax-levying ordinance and its appropriation ordinance, shall be deemed adopted for the ensuing fiscal year.

The City Council approves annual appropriations for operations and interfund transfers for the general fund, debt service funds, special revenue funds, and the permanent fund. The City Manager has the authority to transfer unexpended balances between departmental budgets within appropriated funds. The City Council, however, must approve any increase in fund appropriations. The legal level of budgetary control is the fund level. During the year, appropriations are adjusted as a result of re-estimates by the departments. For budgetary purposes, unencumbered appropriations lapse at fiscal year-end. (See Encumbrances, discussed previously, regarding encumbered appropriations).

The Budgetary Comparison Schedules present a comparison of budgetary data to actual results of operations. The same basis of accounting, accounting principles generally accepted in the United States of America (GAAP), is used for both budgetary purposes and actual results.

B. Supplemental Appropriations

The City Council made several supplemental appropriations throughout the year. Supplemental appropriations totaled $2,236,713 in the General Fund, ($4,324,743) in the Special Revenue Funds, and ($1,140,139) in the Enterprise Fund for 2025. Included in the General Fund supplemental appropriation was funding to cover additional CIP expenditures. The Special Revenue Funds supplemental appropriations included funding to cover encumbrance carryovers, ARPA expenses, and approved but un-budgeted CIP project expenses. The Enterprise Fund supplemental appropriation was funding to cover different CIP projects, that were also approved but un-budgeted.

Fund Deficits

The Cemetery Fund, a nonmajor capital project fund, had a $1,953,771 deficit fund balance at September 30, 2025. It is planned to recoup the deficit from future sales of mausoleum spaces recorded in the Rolling Oaks Cemetery Fund, a nonmajor special revenue fund. In addition, the Drainage Fund, a nonmajor capital project fund, had a $22,094 deficit fund balance at September 30, 2025.

C. Bond Requirements

The management of the City believes that it and its component units have complied with all significant bond requirements and restrictions as of September 30, 2025.

Note 3. Deposits and Investments

Deposits – The City maintained the following deposit balances at September 30, 2025:

	Primary Government	
Financial Institution	Bank Balance	Book Balance
Frost Bank	$ 5,002,711	$ 3,724,615
Petty Cash	-	4,052
	$ 5,002,711	$ 3,728,667

Investments – The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The City's investments in U.S. Treasury Notes are classified in Level 1 of the fair value hierarchy which are valued using prices quoted in active markets for identical securities. The City invests in State and Local Government Series (SLGs), which are classified in Level 2 of the fair value hierarchy which are valued using significant other observable inputs. The City considers SLGs Level 2 investments, because only government bodies or other entities that issue state or local government bonds may buy SLGs and may only buy SLGs only if the proceeds from those state or local government bonds are subject to yield restrictions and arbitrage rebate requirements. There is no fixed maturity rate, and the SLGs rollover daily and remain outstanding until redeemed, in whole or in part. The City has no Level 3 investments which are valued using significant unobservable inputs.

As of September 30, 2025, the City had the following investments:

Investments by fair value level	September 30, 2025	Fair Value Level 1	Fair Value Level 2	Weighted Average Maturity (in days)
State and Local Government Series (SLGs)	$ 11,703,316	$ -	$ 11,703,316	1
Treasury Notes	140,600,145	140,600,145	-	235
Total investments by fair value level	$ 152,303,461	$ 140,600,145	$ 11,703,316	
Portfolio Weighted Average Maturity				
Total Investments at NAV/amortized cost	Amount			
TexPool	$ 101,550,436			41
TexSTAR	89,300,319			45
Texas CLASS	101,244,490			43
Total investments at NAV/amortized cost	292,095,245			
Total Investments	$ 444,398,706			

This does not include $4,002,860 of Mutual Funds in the OPEB Trust Fund at December 31, 2024, which is classified as a Level 2 investment.

Credit Risk – Investments. The City's investment policy requires that joint investment pools maintain a continuous rating no lower than AAA or AAA-M by at least one nationally recognized rating agency and that obligations of states, agencies, cities, or other political subdivisions of any state be rated no less than A or an equivalent rating by at least one nationally recognized rating agency. The City's investment policy has no other restrictions relating to credit ratings that would limit its investment options. As of September 30, 2025, Standard & Poor's has rated investments in TexPool, TexSTAR, and Texas CLASS as AAA-m.

Custodial Credit Risk – Deposits. For deposits, custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. The City's investment policy follows state statutes, which requires that all deposits in financial institutions be fully collateralized or insured. For investments, custodial credit risk is the risk that in the event of the failure of a counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City's investment policy requires that all investments held by outside parties for safekeeping be held in the name of the City. The City was not exposed to any custodial credit risk at September 30, 2025.

Interest Rate Risk – Investments. In accordance with its investment policy, the City manages its exposure to declines in fair values by limiting the weighted average maturity of its investment portfolio to one year or less under normal market conditions, and the maximum final stated maturity of any investment shall not exceed five years. Investments in TexPool, TexSTAR, and Texas CLASS are exempted from SEC registration and the requirements of Rule 2a-7 pertaining to registered money market funds; however, consistent with Rule 2a-7, they seek to maintain stable net asset value of $1.00 per unit and are not subject to interest rate risk.

Concentration of Credit Risk – Investments. The City's investment policy states that investments in local government investment pools shall be limited to seventy-five percent (75%) of the City's entire cash in bank and investment portfolio, with no more than twenty-five percent (25%) of the entire portfolio invested in any one authorized pool. In addition, investments in mutual funds shall be limited to 10% of the City's monthly fund balance, excluding bond proceeds and reserves and other funds held for debt service. At September 30, 2025, the City's investments are in State and Local Government Series, Treasury Notes, TexSTAR, TexPool, and Texas CLASS. These investments are 3%, 32%, 23% , 20%, and 23% respectively, of the City's total investments.

Note 4. Receivables

Leases receivable – The City has entered into multiple lease agreements as lessor. The leases allow the right-to-use of land and cell sites to other organizations over the term of the lease. The City receives annual or monthly payments at the interest rate stated or implied within the leases. The interest rates for these leases are 2.00%. The City has $2,660,117 remaining in lease receivables and $2,518,685 remaining in deferred inflows as of September 30, 2025.

	Interest Rates	Receivable at Commencement	Lease Term in Years	Ending Balance
Nonmajor governmental funds				
Cemetery land and building	2.00%	$ 656,045	30	$ 522,222
General fund				
Cell sites	2.00%	1,576,274	10-45	1,185,547
Water and sewer fund				
Cell sites	2.00%	1,184,632	10-45	952,348
		$ 3,416,951		$ 2,660,117

Note 5. Capital Assets

Capital asset activity for the year ended September 30, 2025 is summarized below:

Governmental activities	Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Capital assets not being depreciated:					
Land	$ 18,748,663	$ -	$ -	$ -	$ 18,748,663
Construction in progress	34,565,285	20,400,568	(23,011,348)	-	31,954,505
Total capital assets, not being depreciated	53,313,948	20,400,568	(23,011,348)	-	50,703,168
Capital assets being depreciated/amortized:					
Building and improvements	117,616,098	-	-	-	117,616,098
Parks and improvements	78,775,010	-	758,125	-	79,533,135
Streets and improvements	333,182,545	1,027,770	22,207,575	-	356,417,890
Vehicles, machinery and equipment	68,128,605	4,474,915	-	(1,698,813)	70,904,707
Subscription assets	1,187,132	-	-	-	1,187,132
Total capital assets being depreciated/amortized	598,889,390	5,502,685	22,965,700	(1,698,813)	625,658,962
Less accumulated depreciation/amortization for:					
Building and improvements	(29,758,927)	(2,492,675)	-	-	(32,251,602)
Parks and improvements	(21,942,490)	(1,564,632)	-	-	(23,507,122)
Streets and improvements	(225,790,446)	(8,329,925)	-	-	(234,120,371)
Vehicles, machinery and equipment	(61,844,909)	(3,799,263)	-	1,698,813	(63,945,359)
Subscription assets	(791,422)	(395,710)	-	-	(1,187,132)
Total accumulated depreciation/amortization	(340,128,194)	(16,582,205)	-	1,698,813	(355,011,586)
Total capital assets being depreciated/amortized, net	258,761,196	(11,079,520)	22,965,700	-	270,647,376
Governmental activities, capital assets, net	$ 312,075,144	$ 9,321,048	$ (45,648)	$ -	$ 321,350,544

Business-type activities - Water and Sewer Fund	Beginning Balance	Additions	Transfers	Retirements	Ending Balance
Capital assets not being depreciated:					
Land	$ 844,572	$ -	$ -	$ -	$ 844,572
Construction in progress	10,744,319	667,913	(2,904,900)	-	8,507,332
Total capital assets, not being depreciated	11,588,891	667,913	(2,904,900)	-	9,351,904
Capital assets being depreciated:					
Water and Sewer System	109,746,548	1,642,738	2,904,900	-	114,294,186
Buildings and Improvements	1,605,751	4,680	-	-	1,610,431
Vehicles, machinery and equipment	4,551,351	-	-	(114,753)	4,436,598
Total capital assets being depreciated	115,903,650	1,647,418	2,904,900	(114,753)	120,341,215
Less accumulated depreciation for:					
Water and Sewer System	(70,047,334)	(2,520,652)	-	-	(72,567,986)
Buildings and Improvements	(631,172)	(32,745)	-	-	(663,917)
Vehicles, machinery and equipment	(4,261,892)	(161,174)	-	114,753	(4,308,313)
Total accumulated depreciation	(74,940,398)	(2,714,571)	-	114,753	(77,540,216)
Total capital assets being depreciated, net	40,963,252	(1,067,153)	2,904,900	-	42,800,999
Business-type activities, capital assets, net	$ 52,552,143	$ (399,240)	$ -	$ -	$ 52,152,903

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

Governmental Activities:	
General government	$ 1,687,297
Public Safety	3,556,939
Public works	8,642,072
Culture and recreation	2,695,897
Total depreciation/amortization expense - governmental activities	$ 16,582,205
Business-type activities:	
Water and sewer	$ 2,714,571
Total depreciation expense - business-type activities	$ 2,714,571

Note 6. Long-Term Debt and Liabilities

A. General Obligation Debt

General obligation debt provides funds for the acquisition and construction of major capital equipment, facilities, and infrastructure. The general obligation debt consists of general obligation bonds, notes and certificates of obligation that are serial debt collateralized by the full faith and credit of the City, and payable from property taxes and other revenues. General obligation bonds require the City to compute, at the time other property taxes are levied, the rate of tax required to provide (in each year bonds are outstanding) funds to pay interest and principal at maturity. The debt matures annually in varying amounts through 2044, and interest is payable semi-annually.

Governmental Activities

A summary of activity of the general obligation debt reported in governmental activities for the year ended September 30, 2025 is as follows:

Outstanding -October 1, 2024	$ 116,285,000
Retirements	(5,145,000)
Outstanding -September 30, 2025	$ 111,140,000

General obligation debt at September 30, 2025, is comprised of the following issues:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2025
Certificate of Obligation	3.00-5.00	2013	2033	$ 9,095,000	$ 4,680,000
GO Refunding Bonds	2.00-4.00	2015	2028	18,675,000	1,195,000
GO Refunding Bonds	2.00-3.00	2016	2027	4,405,000	815,000
Certificate of Obligation	2.00-4.00	2016	2036	11,800,000	6,660,000
Certificate of Obligation	3.25-5.00	2018	2038	16,705,000	12,495,000
Certificate of Obligation	3.25-5.00	2018	2038	14,850,000	11,115,000
Certificate of Obligation	1.00-4.00	2020	2040	14,650,000	11,745,000
GO Refunding Bonds	2.00-4.00	2021	2031	8,165,000	4,925,000
Certificate of Obligation	1.50-2.00	2021	2041	15,035,000	12,805,000
Certificate of Obligation	4.00-5.00	2024	2044	44,705,000	44,705,000
					$111,140,000

Aggregate maturities of the general long-term debt (principal and interest) for the years subsequent to September 30, 2025 are as follows:

Fiscal Year	Principal Requirements	Interest Requirements	Total Requirements
2026	$ 5,310,000	$ 4,247,875	$ 9,557,875
2027	5,635,000	4,025,275	9,660,275
2028	5,825,000	3,787,075	9,612,075
2029	6,155,000	3,530,250	9,685,250
2030	6,465,000	3,252,175	9,717,175
2031-2035	34,595,000	12,288,304	46,883,304
2036-2040	31,260,000	5,866,903	37,126,903
2041-2044	15,895,000	1,235,500	17,130,500
	$ 111,140,000	$ 38,233,357	$ 149,373,357

Proceeds of general obligation bonds are recorded in the Capital Projects Funds and are restricted to the use for which they were approved in the bond elections. Certificates of obligation and note proceeds are recorded in the appropriate fund to account for the use of the funds for which the debt was issued. The City Charter expressly prohibits the use of bond proceeds to fund operating expenditures. The City currently has no authorized but unissued general obligation debt.

The City intends to retire all its governmental activities general obligation debt, plus interest, from ad valorem taxes and other current revenues.

Water and Sewer Fund

A summary of Water and Sewer general obligation bond activity for the year ended September 30, 2025 is as follows:

Outstanding -October 1, 2024	$ 27,875,000
Retirements	(1,505,000)
Outstanding -September 30, 2025	$ 26,370,000

Water & Sewer bonds payable at September 30, 2025 is comprised of the following issues:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2025
Water & Sewer Certificate of Obligation	3.25-5.00	2018	2038	$ 10,850,000	$ 6,810,000
Water & Sewer Certificate of Obligation	1.00-4.00	2020	2040	11,740,000	9,415,000
Water & Sewer Certificate of Obligation	2.00-4.00	2021	2041	6,575,000	5,605,000
Water & Sewer Certificate of Obligation	4.00-5.00	2024	2044	4,685,000	4,540,000
					$ 26,370,000

Aggregate maturities of the Water and Sewer GO Refunding bonds (principal and interest) for the years subsequent to September 30, 2025 are as follows:

Fiscal Year	Principal Requirements	Interest Requirements	Total Requirements
2026	$ 1,555,000	$ 830,631	$ 2,385,631
2027	1,605,000	759,756	2,364,756
2028	1,655,000	686,706	2,341,706
2029	1,710,000	611,381	2,321,381
2030	1,765,000	533,656	2,298,656
2031-2035	8,630,000	1,849,188	10,479,188
2036-2040	7,720,000	2,346,734	10,066,734
2041-2044	1,730,000	112,300	1,842,300
	$ 26,370,000	$ 7,730,352	$ 34,100,352

B. Sales Tax Bonds

The Sales Tax Revenue Bonds are payable from the gross proceeds of the 1/2 of 1% Sales and Use Tax (Section 4B) levied for the benefit of the Coppell Recreation Development Corporation.

A summary of Sales Tax Revenue Bond activity for the year ended September 30, 2025 is as follows:

Outstanding - October 1, 2024	$ 22,615,000
Retirements	(1,320,000)
Outstanding - September 30, 2025	$ 21,295,000

Sales Tax Revenue Bonds payable at September 30, 2025 is comprised of the following issue:

Bonds	Interest Rate %	Issue Date	Maturity Date	Issued Amount	Outstanding September 30, 2025
Sales Tax Revenue Bonds	3.25-5.00	2014	2038	$ 31,730,000	$ 21,295,000

Debt service requirements of the Sales Tax Revenue Bonds (principal and interest) for the years subsequent to September 30, 2025 are as follows:

Fiscal Year	Principal Requirements	Interest Requirements	Total Requirements
2026	$ 1,385,000	$ 855,719	$ 2,240,719
2027	1,455,000	786,469	2,241,469
2028	1,530,000	713,719	2,243,719
2029	1,605,000	637,219	2,242,219
2030	1,685,000	556,968	2,241,968
2031-2035	9,310,000	1,905,513	11,215,513
2036-2038	4,325,000	267,200	4,592,200
	$ 21,295,000	$ 5,722,807	$ 27,017,807

C. Changes in Long-term Liabilities

Long-term liability activity for the year ended September 30, 2025, was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation bonds	$ 116,285,000	$ -	$ (5,145,000)	$ 111,140,000	$ 5,310,000
Sales tax bonds	22,615,000	-	(1,320,000)	21,295,000	1,385,000
Deferred amounts:					
Premiums	9,858,728	-	(759,989)	9,098,739	-
Total bonds payable	148,758,728	-	(7,224,989)	141,533,739	6,695,000
SBITA liability	403,572	-	(403,572)	-	-
Compensated absences*	4,134,299	336,590	-	4,470,889	1,790,512
Net pension liability	26,916,098	-	(5,142,141)	21,773,957	-
Total OPEB liability	1,443,589	-	(267,920)	1,175,669	-
Total governmental activities	181,656,286	336,590	(13,038,622)	168,954,254	8,485,512
Business-type activities:					
Bonds payable:					
General obligation bonds	$ 27,875,000	$ -	$ (1,505,000)	$ 26,370,000	$ 1,555,000
Premiums	1,988,982	-	(152,995)	1,835,987	-
Total bonds payable	29,863,982	-	(1,657,995)	28,205,987	1,555,000
Compensated absences*	71,652	27,245	-	98,897	60,596
Net pension liability	1,209,396	-	(231,047)	978,349	-
Total OPEB liability	75,980	-	(14,102)	61,878	-
Business-type activities - long-term debt	31,221,010	27,245	(1,903,144)	29,345,111	1,615,596
Total government	$ 212,877,296	$ 363,835	$ (14,941,766)	$ 198,299,365	$ 10,101,108

*Compensated absences are reported as a net change for the year as allowed under the provisions of GASB 101, paragraph 30.

Within the governmental activities, compensated absences, net pension liability, and other post-employment benefits liability are generally liquidated by the General Fund.

Subscription Based Information Technology Arrangements (SBITA)

The City has entered into multiple SBITAs that allow the right-to-use the SBITA vendor's information technology software over the subscription term. The City is required to make annual payments at its incremental borrowing rate or the interest rate stated or implied within the SBITAs. All payments for the City's subscription assets have been made as of September 30, 2025.

The value of the subscription assets as of the end of the current fiscal year was $1,187,132 and was fully amortized.

Note 7. Compensated Absences

Vacation leave is earned in varying amounts up to a maximum of twenty-four (24) days for employees with 19 or more years of service. Unused vacation leave is carried forward from one year to the next, up to a maximum of forty-eight (48) days, depending on years of service. As of September 30, 2025, the amount expected to be due within one year for Governmental Activities is $1,790,512. The amount expected to be due within one year for Business-type Activities is $60,596.

A summary of the activity for the year is as follows:

Purpose	Business-type Activities	Governmental Activities	Total
Balance – Beginning of year	$ 71,652	$ 4,134,299	$ 4,205,951
Net Change	27,245	336,590	363,835
Balance – End of Year	$ 98,897	$ 4,470,889	$ 4,569,786

Note 8. Fund Balance Flow Assumptions

Sometimes the City will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the City's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

When both restricted and unrestricted resources are available for use in governmental activities or proprietary funds, it is the City's policy to use restricted resources first, then unrestricted resources, as they are needed.

Note 9. Fund Balances

According to GASB Statement No. 54, the fund balance is classified depending on the relative strength of the spending constraints placed on the purposes for which resources can be used as follows:

Nonspendable fund balance- amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted fund balance- amounts constrained to specific purposes externally imposed by creditors (such as through debt covenants), grantor and contributors, or laws, or regulations of other governments, or through constitutional provisions, or by enabling legislation.

Committed fund balance- amounts that can only be used for specific purposes, pursuant to constraints imposed by formal action of the government's highest level of decision-making authority. The City Council is the highest level of decision-making authority for the City that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Assigned fund balance-amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The City Council has by resolution authorized the Strategic Financial Engagement Director, or equivalent, to assign fund balance. The City Council may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

Unassigned fund balance-amounts that represent fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. In other governmental funds, it may be necessary to report a negative residual balance as unassigned.

Governmental fund balance classifications are as follows:

Fund Balances	General	General Obligation	ARPA	Capital Projects Streets	Infrastructure Maintenance Fund	Recreation Development Corporation #2	Other Governmental Funds	Total Governmental Funds
Nonspendable:								
Prepaid items	$ 58,756	$ -	$ -	$ -	$ -	$ 107,250	$ 1,147	$ 167,153
Permanent fund - Perpetual Care Fund	-	-	-	-	-	-	1,959,739	1,959,739
Restricted for:								
General government								
Public educational government channel	-	-	-	-	-	-	911,994	911,994
Public education about solid waste	-	-	-	-	-	-	78,049	78,049
Public Safety								
Police	-	-	-	-	-	-	2,106,500	2,106,500
Child safety programs	-	-	-	-	-	-	423,763	423,763
Crime prevention programs and services	-	-	-	-	-	-	28,537,248	28,537,248
Court security	-	-	-	-	-	-	381,394	381,394
Traffic and signal enforcement / improvements	-	-	-	-	-	-	67,601	67,601
Juvenile case manager	-	-	-	-	-	-	411,108	411,108
Court technology	-	-	-	-	-	-	83,591	83,591
Judicial efficiency	-	-	-	-	-	-	19,448	19,448
Opioid fund	-	-	-	-	-	-	58,270	58,270
Culture and recreation								
Improvements / maintenance of recreation facilities, trails, drainage, and streetscapes	-	-	-	-	-	39,528,771	-	39,528,771
Donations	-	-	-	-	-	-	213,866	213,866
Promotion of tourism and events facilities, trails, drainage, and streetscapes	-	-	-	-	-	-	2,210,434	2,210,434
Community development								
Donations	-	-	-	-	-	-	12,117	12,117
Economic development								
Donations	-	-	-	-	-	-	55,812	55,812
Grants	-	-	636,053	-	-	-	-	636,053
Capital projects	-	-	-	44,263,037	-	-	2,663,403	46,926,440
Debt service	-	1,959,704	-	-	-	-	304,060	2,263,764
Committed for:								
City charter required reserves	19,651,141	-	-	-	-	-	-	19,651,141
Public works								
Projects	-	-	-	-	71,382,941	-	-	71,382,941
Storm water control development	-	-	-	-	-	-	6,292,680	6,292,680
Culture and recreation								
Rolling Oaks Cemetery	-	-	-	-	-	-	1,439,541	1,439,541
Tree preservation	-	-	-	-	-	-	2,825,679	2,825,679
Economic development	-	-	-	-	-	-	18,216	18,216
Assigned for:								
General government								
2040 Council initiatives	9,600,000	-	-	-	-	-	-	9,600,000
Comp plan for community development	550,000	-	-	-	-	-	-	550,000
I&S property tax rate stabilization	2,000,000	-	-	-	-	-	-	2,000,000
Property tax reduction	5,000,000	-	-	-	-	-	-	5,000,000
Metrocrest assistance	150,000	-	-	-	-	-	-	150,000
Public works								
Building code and zoning update	150,000	-	-	-	-	-	-	150,000
Economic development program	551,355	-	-	-	-	-	-	551,355
Capital projects	12,979,245	-	-	-	-	-	-	12,979,245
Strategic reserve	57,685,525	-	-	-	-	-	-	57,685,525
Unassigned	39,243,499	-	-	-	-	-	(1,975,865)	37,267,634
	$ 147,619,521	$ 1,959,704	$ 636,053	$ 44,263,037	$ 71,382,941	$ 39,636,021	$ 49,099,795	$ 354,597,072

Note 10. Interfund Balances and Transfers

During a fiscal year, interfund payables and receivables arise. The following were outstanding as of September 30, 2025:

Receivable Fund	Payable Fund	Amount	Primary Purpose
General fund	Nonmajor governmental	$ 3,152,819	Short-term funding of deficit cash
	Total	$ 3,152,819	

Transfers made during the year were as follows:

Transfers in	Transfers out	Amount	Primary Purpose
Infrastructure maintenance fund	General Fund	$ 32,767,900	Fund infrastructure maintenance
General obligation fund	Nonmajor governmental	1,089,675	Water and sewer bond reallocation
General fund	Nonmajor governmental	250,000	CRDC Transfer of O&M expenditures
Internal service	Recreation Development #2	3,461	Annual maintenance of City facilities, streets, and traffic control
Internal service	General Fund	709,720	Fund future vehicle and equipment replacements
Internal service	Nonmajor governmental	159,535	Fund future vehicle and equipment replacements
Internal service	Water and sewer fund	23,141	Fund future vehicle and equipment replacements
	Total	$ 35,003,432	

Note 11. Defined Benefit Pension Plan

A. Plan Description

The City participates as one of 934 plans in the nontraditional, joint contributory, hybrid defined benefit pension plan administered by the Texas Municipal Retirement System (TMRS). TMRS is an entity created by the State of Texas and administered in accordance with the TMRS Act, Subtitle G, Title 8, Texas Government Code (the TMRS Act) as an agent multiple-employer retirement system for municipal employees in the State of Texas. The TMRS Act places the general administration and management of the System with a six-member Board of Trustees. Although the Governor, with the advice and consent of the Senate, appoints the Board, TMRS is not fiscally dependent on the State of Texas. TMRS's defined benefit pension plan is a tax-qualified plan under Section 401 (a) of the Internal Revenue Code. TMRS issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.tmrs.com.

All eligible employees of the City are required to participate in TMRS.

B. Benefits Provided

TMRS provides retirement, disability, and death benefits. Benefit provisions are adopted by the governing body of the city, within the options available in the state statutes governing TMRS.

At retirement, the benefit is calculated as if the sum of the employee's contributions, with interest, and the city-financed monetary credits with interest were used to purchase an annuity. Members may choose to receive their retirement benefit in one of seven payment options. Members may also choose to receive a portion of their benefit as a Partial Lump Sum Distribution in an amount equal to 12, 24, or 36 monthly payments, which cannot exceed 75% of the member's deposits and interest.

Members can retire at ages 60 and above with five or more years of service or with 20 years of service regardless of age. A member is vested after five years. The plan provisions are adopted by the governing body of the City, within the options available in the state statutes governing TMRS and within the actuarial constraints also in the statutes.

Employees covered by benefit terms.
At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	335
Inactive employees entitled to but not yet receiving benefits	297
Active employees	381
	1,013

C. Contributions

Member contribution rates in TMRS are either 5%, 6% or 7% of the member's total compensation, and the city matching ratios are either 1:1(1 to 1), 1.5:1 (1 ½ to 1) or 2:1 (2 to 1), both as adopted by the governing body of the city. Under the state law governing TMRS, the contribution rate for each city is determined annually by the actuary, using the Entry Age Normal (EAN) actuarial cost method. The city's contribution rate is based on the liabilities created from the benefit plan options selected by the city and any changes in benefits or actual experience over time.

Employees for the City were required to contribute 7% of their annual gross earnings during the fiscal year. The contribution rates for the City were 18.07% and 18.33% in calendar years 2024 and 2025, respectively. The City's contributions to TMRS for the year ended September 30, 2025 were $6,946,843 and were equal to the required contributions.

D. Net Pension Liability

The City's Net Pension Liability (NPL) was measured as of December 31, 2024, and the Total Pension Liability (TPL) used to calculate the Net Pension Liability was determined by an actuarial valuation as of that date.

Actuarial Assumptions
The Total Pension Liability in the December 31, 2024 actuarial valuation was determined using the following actuarial assumptions:

Inflation	2.50% per year
Overall payroll growth	2.75% per year
Investment Rate of Return	6.75%, net of pension plan investment expense, including inflation

Salary increases were based on a service-related table. Mortality rates for active members are based on the PUB(10) mortality tables with 110% of the Public Safety table used for males and 100% of the General Employee table used for females. Mortality rates for healthy retirees and beneficiaries are based on the Gender-distinct 2019 Municipal Retirees of Texas mortality tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates for actives, healthy retirees and beneficiaries are projected on a fully generational basis by Scale MP-2021 to account for future mortality improvements. For disabled annuitants, the same mortality tables for healthy retirees are used with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3.0% minimum mortality rate is applied, for males and females respectively, to reflect the impairment for younger members who become disabled. The rates are projected on a fully generational basis by Scale MP-2021 to account for future mortality improvements subject to the floor.

The actuarial assumptions were developed primarily from the actuarial investigation of the experience of TMRS over the four-year period from December 31, 2018 through December 31, 2022. They were adopted in 2023 and first used in the December 31, 2024 actuarial valuation. The post-retirement mortality assumption for Annuity Purchase Rates (APRs) is based on the Mortality Experience Investigation Study covering 2009 through 2011 and dated December 31, 2013. Plan assets are managed on a total return basis with an emphasis on both capital appreciation as well as the production of income in order to satisfy the short-term and long-term funding needs of TMRS.

The long-term expected rate of return on pension plan investments was determined by best estimate ranges of expected returns for each major asset class. The long-term expected rate of return is determined by weighting the expected rate of return for each major asset class by the respective target asset allocation percentage.

In determining their best estimate of a recommended investment return assumption under the various alternative asset allocation portfolios, GRS focused on the area between (1) arithmetic mean (aggressive) without an adjustment for time (conservative) and (2) the geometric mean (conservative) with an adjustment for time (aggressive).

The target allocation and best estimates of real rates of return for each major asset class in fiscal year 2025 are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Global public equity	35%	7.10%
Core fixed income	6%	5.00%
Non-core fixed income	6%	6.80%
Hedge funds	5%	6.40%
Private equity	13%	8.50%
Private debt	13%	8.20%
Real estate	12%	6.70%
Infrastructure	6%	6.00%
Other private markets	4%	7.30%
	100%	

Discount Rate

The discount rate used to measure the Total Pension Liability was 6.75%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rates specified in statute. Based on that assumption, the pension plan's Fiduciary Net Position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances as of 12/31/2023	$ 228,129,804	$ 200,004,310	$ 28,125,494
Changes for the year:			
Service cost	6,692,954	-	6,692,954
Interest	15,293,178	-	15,293,178
Difference between expected and actual experience	2,134,717	-	2,134,717
Difference in assumptions changes	-	-	-
Contributions - employer	-	6,343,982	(6,343,982)
Contributions - employee	-	2,496,226	(2,496,226)
Net investment income	-	20,790,225	(20,790,225)
Benefit payments, including refunds of employee contributions	(9,821,352)	(9,821,352)	-
Administrative expense	-	(133,279)	133,279
Other changes	-	(3,117)	3,117
Net changes	14,299,497	19,672,685	(5,373,188)
Balance at 12/31/2024	$ 242,429,301	$ 219,676,995	$ 22,752,306

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the City, calculated using the discount rate of 6.75%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (5.75%) or one percentage-point higher (7.75%) than the current rate:

	1% Decrease in Discount Rate (5.75%)	Current Discount Rate (6.75%)	1% Increase in Discount Rate (7.75%)
City's net pension liability	$ 57,925,971	$ 22,752,306	$ (6,008,562)

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's Fiduciary Net Position is available in a separately issued TMRS financial report. That report may be obtained on the Internet at www.tmrs.com.

E. Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended September 30, 2025, the City recognized pension expense of $7,658,719.

At September 30, 2025, the city reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 2,981,114	$ -
Changes in actuarial assumptions	-	(431,880)
Differences between projected and actual investment earnings	-	(2,199,916)
Contributions subsequent to the measurement date	4,954,461	-
Total	$ 7,935,575	$ (2,631,796)

The City reported $4,954,461 as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date which will be recognized as a reduction of the net pension liability for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended September 30:	
2026	$ 1,551,385
2027	3,075,719
2028	(2,819,800)
2029	(1,457,986)
Total	$ 349,318

Note 12. Deferred Compensation Plans

The City offers its employees a deferred compensation plan created in accordance with the Internal Revenue Code Section 457. The plan, available to all City employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

The City funds all amounts of compensation deferred under the plan, at the direction of the covered employee, through investments in either a Roth IRA or fixed and variable annuity contracts underwritten by International City Manager Association (ICMA) Retirement Corporation and American Fund.

All amounts of compensation deferred under the plan, all property and rights purchased with those amounts, and all income attributable to those amounts, property, or rights are held in trust for the exclusive benefit of the participants and their beneficiaries.

The City has no liability for losses under the plan, only provides limited administrative duties, and therefore, the deferred compensation plans are not included in the financial statements of the City.

Note 13. Risk Financing

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters for which the City carries commercial insurance. There have been no reductions in coverages during the year or settlements in excess of coverages in the past three years.

The City established an internal service fund to account for its self-funded employee health program in November 2000. The City pays most of the premium for each eligible employee and each employee pays a portion of the employee premium and dependent coverage premium, if elected. The premiums paid by the City are primarily an expenditure of the general fund and an expense of the Water and Sewer Enterprise Fund. All premiums are paid into the self-funded health internal service fund to pay claims, claim reserves and administrative costs of the program as well as costs associated with the City's wellness program.

The self-funded employee health program is responsible for medical claims up to an aggregate stop loss of $125,000 per covered individual. Coverage from a private insurance company is maintained for covered losses in excess of the stop loss amount. An independent claims administrator performs all claims handling procedures.

Liabilities are reported when it is probable that a loss has occurred, and the amount of the loss can be reasonably estimated. Claims payable include all known claims and an amount for claims that have been incurred but not reported (IBNR). Claim liabilities are estimated by considering the effects of inflation, recent claim settlement trends, including frequency and amount of pay-outs, and other economic and social factors. The self-funded program was implemented during the year ended September 30, 2001. Changes in the balance of the claims liabilities for the years ended September 30, 2024 and 2025 are as follows:

	2025	2024
Claims payable, beginning of year	$ 837,684	$ 700,527
Claims incurred	5,733,609	4,930,120
Changes in estimates	(1,337,470)	511,713
Claim payments	(4,663,144)	(5,304,676)
Claims payable, end of year	$ 570,679	$ 837,684

Note 14. Other Post-Employment Benefits

For the year ended September 30, 2025, the City recognized $6,191 OPEB income and $34,700 OPEB expense for life insurance benefits.

Health Care Benefits

A. Plan Description

In addition to the pension benefits described in Note 11, the City provides post-employment health care benefits in accordance with City policy. Administration of the City of Coppell Retiree Health Care Plan trust is through the Public Agency Retirement Services (PARS) with an IRC Section 115 Irrevocable Exclusive Benefit Trust. Trustee for the plan is USBank. Ultimate authority for investment decisions and actions necessary to maintain the City's participation in the program resides with the City Manager, appointed as Plan Administrator through a 2014 resolution of the City Council, or his successor or designee. Investment strategy is currently through the City's selection of the PARS Moderate: Highmark Index PLUS (passive) from High Mark Capital Management, selected August 27, 2014. Stated goals are for growth of principal and income. At December 31, 2024, the annual one-year rate of return was 5.25%.

All employees who are vested in the City's pension plan, Texas Municipal Retirement System, are eligible for these benefits with 20 years or more of service, regardless of age, or at age 60 and above. Coverage is also available to dependents or surviving spouses of retirees. This healthcare plan provides medical, dental and hospitalization coverage (until eligible for Medicare) to eligible retirees, their spouses, and dependents through the city's self-funded health program, which covers both active and retired members. At December 31, 2025, the City had 308 retirees and an additional 79 active employees that are eligible to retire. The City implicitly subsidizes medical and hospitalization costs incurred by retirees and their dependents through the use of a single, blended premium rate. Recommendations for plan benefits are presented to City Council for their approval during the annual budget process. The City's plan qualifies as a single-employer, defined benefit plan administered through a trust. Financial statements for the plan are presented as a statement of fiduciary net position as of December 31, 2024, the end of the plan's reporting period, and a statement of changes in fiduciary net position. The plan does not issue a separate financial report.

COBRA Benefits
Under the Consolidated Omnibus Budget Reconciliation Act ("COBRA"), the City makes healthcare benefits available to eligible former employees and eligible dependents. The federal government outlines certain requirements for this coverage. The premium plus a two percent administration fee is paid in full by the insured on or before the tenth (10th) day of the month for the actual month covered. This program is offered for 18 months after the employee's termination date. The City makes no contribution under this program. There was one participant in the program as of September 30, 2025.

B. Benefits Provided

The terms of the health benefits provided to retirees are the same as those provided to employees in the self-funded health program.

Employees Covered by Benefit Terms
At the December 31, 2024 measurement date, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries Currently Receiving Benefits	19
Active Plan Members	375
Total Plan Members	394

C. Net OPEB Liability

The City's net OPEB liability (asset) was measured as of December 31, 2024, and the total OPEB liability (asset) used to calculate the net OPEB liability (asset) was determined by an actuarial valuation as of December 31, 2024.

Actuarial Assumptions
The City's total OPEB liability (asset) in the December 31, 2024 valuation was determined using the following actuarial assumptions:

Actuarial Assumptions

Actuarial Cost Method	Individual Entry-Age Normal
Discount Rate	5.25% as of December 31, 2024
Salary Increases	Salaries for employees are assumed to increase annually by 2.75% in all future years.
Mortality	Mortality rates for active employee males are based on 110% of the PUB 2010 public safety rates for males while active employee females are based on 100% of the general rates for females. Theses rates are adjusted using scale MP-2021 for future mortality improvement. For retirees, the gender-distinct 2019 Municipal Retirees of Texas mortality tables are used. Males rates are multiplied by 103% and female rates are multiplied by 105%. These rates are adjusted using scale MP-2021 for future mortality improvement
Participation Rates	25% of eligible employees who retire at age 55 or later are assumed to continue medical coverage upon retirement. No eligible employees who retire prior to age 55 are assumed to continue medical coverage upon retirement.
Disability	Disability rates are assumed to be immaterial for purposes of this valuation.
Covered Spouses	30% of future male retirees and 15% of future female retirees are assumed to cover a spouse.

Future results may differ from those anticipated in this valuation. Reasons include but are not limited to actual medical trend differing from expected, changes in the healthcare plan designs offered to active and retired members, and participant behavior differing from expected.

Changes in the Net OPEB Liability (Asset)

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB (Asset) Liability (a) - (b)
Balances as of 12/31/2023	$ 3,321,667	$ 3,048,984	$ 272,683
Changes for the year:			
Service cost	69,803	-	69,803
Interest on the total OPEB liability	166,975	-	166,975
Change of Benefit Terms	-	-	-
Difference between expected and actual experience	(947,779)	79,138	(1,026,917)
Changes of assumptions	1,004,235	-	1,004,235
Employer contributions	-	718,664	(718,664)
Net investment income	-	178,352	(178,352)
Benefit payments	(282,369)		(282,369)
Administrative expense	-	(22,278)	22,278
Net changes	10,865	953,876	(943,011)
Balance at 12/31/2024	$ 3,332,532	$ 4,002,860	$ (670,328)

Fiduciary net position as a percentage of total OPEB liability (asset) is 120.11%.

Consistent with the requirements of GASB Statements No. 74 and No. 75, the employer contribution and benefit payment amounts include "amounts for OPEB as the benefits come due that will not be reimbursed to the employer using OPEB plan assets." The $718,664 in benefit payments was paid by the City using its own assets.

The benefit payments during the measurement period were determined by subtracting the actual retiree premium payments from an age-adjusted premium calculation, calculated using an age- adjustment factor of 1.724.

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Discount Rate:

The following presents the Plan's net OPEB liability (asset), calculated using the discount rate of 5.25%, as well as what the Plan's net OPEB liability (asset) would be if it were calculated using a discount rate that is one percent lower or one percent higher than the current rate assumption:

	1% Decrease in Discount Rate (4.25%)	Current Discount Rate (5.25%)	1% Increase in Discount Rate (6.25%)
Plan's net OPEB liability (asset)	$ (439,264)	$ (670,328)	$ (879,688)

Sensitivity of the Net OPEB Liability (Asset) to Changes in the Healthcare Cost Trend Rate:

The following presents the Plan's net OPEB liability (asset), calculated using the assumed trend rates as well as what the Plan's net OPEB liability (asset) would be if it were calculated using a healthcare cost trend rate that is one percent lower or one percent higher than the current rate assumption:

	1% Decrease	Current Healthcare Cost Trend Rate Assumption	1% Increase
Plan's net OPEB liability (asset)	$ (892,490)	$ (670,328)	$ (419,739)

D. Related Deferred Outflows of Resources and Deferred Inflows of Resources

At September 30, 2025, the City reported deferred outflows of resources and inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 24,379	$ (1,341,531)
Changes in actuarial assumptions	1,124,391	(230,530)
Differences between projected and actual investment earnings	33,801	-
Contributions subsequent to the measurement date	231,162	-
Total	$ 1,413,733	$ (1,572,061)

The City reported $231,162 as deferred outflows related to OPEB resulting from contributions subsequent to the measurement date which will be recognized as a reduction of the net OPEB liability (asset) for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended September 30	Net Deferred Outflows (Inflows)
2026	$ (59,019)
2027	(42,269)
2028	(141,727)
2029	(110,310)
2030	(79,628)
Thereafter	43,463
Total	$ (389,490)

Life Insurance Benefits

A. Plan Description

TMRS administers a defined benefit group-term life insurance plan known as the Supplemental Death Benefits Fund (SDBF). This is a voluntary program in which participating member cities may elect, by ordinance, to provide group-term life insurance coverage for their active members, including or not including retirees. It is considered to be a single-employer plan. The City elected, by ordinance, to provide group-term life insurance coverage to both current and retired employees. The City may terminate coverage under and discontinue participation in the SDBF by adopting an ordinance before November 1st of any year to be effective the following January 1st.

B. Benefits Provided

The death benefit for active employees provides a lump-sum payment approximately equal to the employee's annual salary (Calculated based on the employee's actual earnings, for the 12-month period preceding the month of death). The death benefit for retirees is considered an OPEB and is a fixed amount of $7,500. As the SDBF covers both active and retiree participants, with no segregation of assets, the SDBF is considered to be an unfunded OPEB plan (i.e., no assets are accumulated).

Employees Covered by Benefit Terms

At the December 31, 2024 valuation and measurement date, the following employees were covered by the benefit terms:

Inactive employees currently receiving benefits	229
Inactive employees entitled to but not yet receiving benefits	86
Active employees	381
	696

C. Contributions

The City contributes to the SDBF at a contractually required rate as determined by an annual actuarial valuation. The rate is equal to the cost of providing one-year term life insurance. The funding policy for the SDBF program is to assure that adequate resources are available to meet all death benefit payments for the upcoming year. The intent is not to pre-fund retiree term life insurance during employee's entire careers.

The City's contributions to the TMRS SDBF for the year ended September 30, 2025 were $30,445, which equaled the required contributions.

D. Total OPEB Liability

The City's total OPEB liability was measured as of December 31, 2024 and was determined by an actuarial valuation as of that date.

Actuarial Assumptions

The City's total OPEB liability in the December 31, 2024 valuation was determined using the following actuarial assumptions:

Inflation	2.5% per year
Salary increases	3.6% to 11.85% including inflation
Discount rate	4.08%
Retirees' share of benefit-related costs	$0

The discount rate was based on the Fidelity Index "20-Year Municipal GO AA Index" rate as of December 31, 2024. All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68. Mortality rates for service retirees were based on the 2019 Municipal Retirees of Texas Mortality Tables projected on a fully generational basis with scale UMP. Mortality rates for disabled retirees were based on the 2019 Municipal Retirees of Texas Mortality Tables with a 4-year set-forward for males and a 3-year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by Scale UMP to account for future mortality improvements subject to the floor.

The actuarial assumptions used in the December 31, 2024 valuation were based on the results of an actuarial experience study for the period ended December 31, 2022.

Changes in the Total OPEB Liability

	Total OPEB Liability
Balances as of December 31, 2023	$ 1,246,889
Changes for the year:	
Service cost	42,741
Interest	47,276
Difference between expected and actual experience	228
Changes in assumptions or other inputs	(71,091)
Benefit payments	(28,496)
Net changes	(9,342)
Balance at December 31, 2024	$ 1,237,547

Due to the SDBF being considered an unfunded OPEB plan under GASB 75, benefit payments are treated as being equal to the employer's yearly contributions for retirees. Changes in assumptions are a result of the change in municipal bond index rate from the previous year.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate:

The following presents the total OPEB liability of the City, calculated using the discount rate of 4.08%, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is one percentage-point lower or one percentage-point higher than the current rate:

1% Decrease in Discount Rate (3.08%)	Current Discount Rate (4.08%)	1% Increase in Discount Rate (5.08%)
$ 1,489,242	$ 1,237,547	$ 1,041,765

E. Related Deferred Outflows of Resources and Deferred Inflows of Resources

At September 30, 2025, the City reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of	Deferred Inflows of Resources
Differences between expected and actual experience	$ 111,935	$ (358,479)
Changes in actuarial assumptions	5,541	(33,531)
Contributions subsequent to the measurement date	21,898	-
Total	$ 139,374	$ (392,010)

The City reported $21,898 as deferred outflows related to OPEB resulting from contributions subsequent to the measurement date which will be recognized as a reduction of the total OPEB liability for the year ending September 30, 2026. Other amounts reported as deferred outflows and inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended September 30	
2026	$ (72,569)
2027	(101,178)
2028	(92,128)
2029	(4,144)
2030	(4,515)
Thereafter	-
Total	$ (274,534)

Note 15. Joint Venture and Jointly Governed Organizations

The North Texas Emergency Communications Center, Inc. (NTECC) is a joint venture between the Town of Addison, City of Carrollton, City of Coppell, and City of Farmers Branch (the "Cities") formed during fiscal year 2014 to establish and operate a joint public safety dispatch center. The affairs of the NTECC are managed by a four-person board of directors representing each of the four participating Cities.

The Cities are responsible for funding capital and operating costs of the NTECC in the proportions stated in the interlocal agreement. The City of Coppell has an equity interest in the NTECC of $1,978,369 at September 30, 2025, and it is reported as an investment in joint venture in the governmental activities on the government-wide Statement of Net Position. The financial statements for NTECC may be obtained from the Department of Strategic Financial Engagement at P.O. Box 9478, Coppell, Texas 75048-9478, (972) 304-3690, or finance@coppelltx.gov.

The Cities also entered into an interlocal agreement to jointly procure a public safety radio system. While this agreement did not include the formation of a separate legal joint venture entity, it is possible that this system may be consolidated into the NTECC in the future. The Cities are responsible for funding a portion of the radio system in the proportions stated in the inter-local agreement. The City of Coppell's portion of the system costs at September 30, 2025 of $144,649 is capitalized as equipment in the governmental activities on the government-wide Statement of Net Position.

Additionally, the Cities entered into the Joint Fire Training Center Interlocal Cooperation Agreement for the purpose of jointly designing, constructing, maintaining, operating, managing, and using a fire training facility on property owned by the City of Farmers Branch. This agreement did not include the formation of a separate legal joint venture entity, and the City of Coppell's portion of the shared capital costs at September 30, 2025 of $459,295 is capitalized as building and improvements in the governmental activities on the government-wide Statement of Net Position.

Note 16. Commitments and Contingencies

The City has active construction projects as of September 30, 2025. The projects include street, drainage, arts center, fire station, cemetery expansion, lift station and water tower. The outstanding commitments under authorized construction contracts by project are as follows:

Project	Spent to-Date	Remaining Commitment
Beltline Road	$ 20,522,266	$ 78,685
Fire Stations Rehabilitation	330,138	19,413
FS 5	11,448,074	1,290,178
Intersection Improvements	4,881,541	265,903
Royal Lane	1,390,500	98,137
Service Center Phase III	6,404,421	5,346,473
Water Tower/Lift Station	7,358,003	1,099,608
Water Redundancy	2,089,280	442,102
Woodhurst	4,427,537	416,552
Various Capital Projects	4,569,763	516,049
Total all funds	$ 63,421,523	$ 9,573,100

Outstanding commitments at year end were $928,608 to be funded by the Streets Capital Project Fund, $6,656,064 funded by the Facilities Capital Project Fund, $230,077 to be funded by the Drainage Capital Project Fund, and $1,758,351 to be funded by the Enterprise Fund. These commitments were encumbered at year end and are re-appropriated and become part of the subsequent year's budget.

The City receives State and Federal Grants for specific purposes that are subject to review and audit by the Grantor Agency. Such audits could result in a request for reimbursement for expenditures disallowed under terms and conditions of the appropriate agencies. In the opinion of City management, such disallowances, if any, will not be significant.

Note 17. Change Within Financial Reporting Entity

During fiscal year 2025, the Recreation Development Corporation #2, a special revenue fund, became a major fund.

	Funds	
	Recreation Development Corporation #2	Nonmajor Governmental
Fund balances, beginning of year, as previously presented	$ -	$ 81,301,723
Change within financial reporting entity (nonmajor to major)	34,654,786	(34,654,786)
Fund balances, beginning of year, as restated	$ 34,654,786	$ 46,646,937

Note 18. Subsequent Event

The City has evaluated all events or transactions that occurred after September 30, 2025, and through February 18, 2026, the date the financial statements were issued.

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Required Supplementary Information

City of Coppell, Texas

Required Supplementary Information
Texas Municipal Retirement System
Schedule of Changes in Net Pension Liability and Related Ratios
Last Ten Measurement Years (Unaudited)

Measurement year ending December 31,	Measurement 2024	Measurement 2023	Measurement 2022	Measurement 2021	Measurement 2020
Total Pension Liability					
Service cost	$ 6,692,954	$ 6,280,623	$ 5,668,483	$ 5,808,735	$ 5,834,060
Interest (on the total pension liability)	15,293,178	14,483,644	13,610,030	12,775,310	11,973,183
Difference between expected and actual experience	2,134,717	1,285,175	2,322,035	1,629,458	450,189
Change in assumptions	-	(874,836)	-	-	-
Benefit payments, including refunds of employee contributions	(9,821,352)	(8,953,979)	(8,974,417)	(6,579,872)	(6,142,941)
Net Change in Total Pension Liability	14,299,497	12,220,627	12,626,131	13,633,631	12,114,491
Total Pension Liability - Beginning	228,129,804	215,909,177	203,283,046	189,649,415	177,534,924
Total Pension Liability - Ending (a)	$ 242,429,301	$ 228,129,804	$ 215,909,177	$ 203,283,046	$ 189,649,415
Plan Fiduciary Net Position					
Contributions - employer	$ 6,343,982	$ 5,621,647	$ 5,020,483	$ 5,106,758	$ 4,980,061
Contributions - employee	2,496,226	2,377,737	2,160,010	2,213,454	2,238,949
Net investment income (loss)	20,790,225	20,874,569	(14,342,920)	22,585,612	12,150,691
Benefit payments, including refunds of employee contributions	(9,821,352)	(8,953,979)	(8,974,417)	(6,579,872)	(6,142,941)
Administrative expense	(133,279)	(132,695)	(124,016)	(104,418)	(78,569)
Other	(3,117)	(927)	147,987	715	(3,067)
Net Change in Plan Fiduciary Net Position	19,672,685	19,786,352	(16,112,873)	23,222,249	13,145,124
Plan Fiduciary Net Position - Beginning	200,004,310	180,217,958	196,330,831	173,108,582	159,963,458
Plan Fiduciary Net Position - Ending (b)	219,676,995	200,004,310	180,217,958	196,330,831	173,108,582
City's Net Pension Liability - Ending (a) - (b)	$ 22,752,306	$ 28,125,494	$ 35,691,219	$ 6,952,215	$ 16,540,833
Plan fiduciary net position as a percentage of total pension liability	90.61%	87.67%	83.47%	96.58%	91.28%
Covered payroll	$ 35,619,767	$ 33,967,673	$ 30,857,283	$ 31,620,768	$ 31,984,978
City's net pension liability as a percentage of covered payroll	63.88%	82.80%	115.67%	21.99%	51.71%

Measurement 2019	Measurement 2018	Measurement 2017	Measurement 2016	Measurement 2015
$ 5,423,721	$ 5,147,391	$ 5,121,355	$ 4,795,907	$ 4,773,791
11,140,690	10,429,907	9,690,470	9,034,884	8,655,276
1,210,046	170,311	1,049,026	(143,547)	1,027,510
195,962	-	-	-	(530,535)
(5,541,779)	(5,169,533)	(4,668,968)	(3,606,184)	(3,861,363)
12,428,640	10,578,076	11,191,883	10,081,060	10,064,679
165,106,284	154,528,208	143,336,325	133,255,265	123,190,586
$ 177,534,924	$ 165,106,284	$ 154,528,208	$ 143,336,325	$ 133,255,265
$ 4,719,024	$ 4,440,159	$ 4,365,557	$ 3,973,656	$ 4,156,827
2,125,758	2,001,935	1,975,726	1,849,941	1,904,241
21,273,772	(4,211,826)	16,920,562	7,592,873	162,416
(5,541,779)	(5,169,533)	(4,668,968)	(3,606,184)	(3,861,363)
(120,122)	(81,360)	(87,653)	(85,724)	(98,915)
(3,608)	(4,249)	(4,443)	(4,619)	(4,885)
22,453,045	(3,024,874)	18,500,781	9,719,943	2,258,321
137,510,413	140,535,287	122,034,506	112,314,563	110,056,242
159,963,458	137,510,413	140,535,287	122,034,506	112,314,563
$ 17,571,466	$ 27,595,871	$ 13,992,921	$ 21,301,819	$ 20,940,702
90.10%	83.29%	90.94%	85.14%	84.29%
$ 30,367,976	$ 28,501,610	$ 28,201,294	$ 26,235,817	$ 26,594,934
57.86%	96.82%	49.62%	81.19%	78.74%

City of Coppell, Texas

Required Supplementary Information
Texas Municipal Retirement System
Schedule of Pension Contributions
Last Ten Fiscal Years (Unaudited)

	Fiscal Year 2025	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021
Actuarially determined contribution	$ 6,853,988	$ 6,034,760	$ 5,517,836	$ 4,880,977	$ 5,022,022
Contribution in relation of the actuarially determined contribution	6,853,988	6,034,760	5,517,836	4,880,977	5,022,022
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -
Covered payroll	$ 38,050,211	$ 34,598,188	$ 33,496,510	$ 30,361,521	$ 31,404,822
Contributions as a percentage of covered payroll	18.01%	17.44%	16.47%	16.08%	15.99%

Notes to Schedule:

Valuation Date:

Actuarial determined contribution rates are calculated as of December 31st each year and become effective in January, 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Remaining Amortization Period	21 years (longest amortization ladder)
Asset Valuation Method	10 Year smoothed market; 12% soft corridor
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Investment Rate of Return	6.75%
Retirement Age	Experience-based table of rates that vary by age. Last updated for the 2023 valuation pursuant to an experience study of the period ending 2022.
Mortality	Post-retirement: 2019 Municipal Retirees of Texas Mortality Tables. Male rates are multiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence). Pre-retirement: PUB(10) mortality tables, with the 110% of the Public Safety table used for males and the 100% of the General Employee table used for females. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate

Other Information: There were no benefit changes during the year.

Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018	Fiscal Year 2017	Fiscal Year 2016
$ 4,836,794	$ 4,656,502	$ 4,406,168	$ 4,291,973	$ 4,221,309
4,836,794	4,656,502	4,406,168	4,291,973	4,221,309
$ -	$ -	$ -	$ -	$ -
$ 31,075,303	$ 29,912,752	$ 28,367,042	$ 27,810,639	$ 27,430,532
15.56%	15.57%	15.53%	15.43%	15.39%

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City of Coppell, Texas

Required Supplementary Information
City of Coppell Retiree Health Care Plan
Schedule of Changes in Net OPEB Liability and Related Ratios
Last Eight Measurement Years (Unaudited)

Measurement year ending December 31,	Measurement 2024	Measurement 2023	Measurement 2022	Measurement 2021	Measurement 2020	Measurement 2019	Measurement 2018	Measurement 2017
Total OPEB liability								
Service cost	$ 69,803	$ 98,227	$ 85,326	$ 61,199	$ 125,172	$ 92,503	$ 115,068	$ 99,460
Interest (on the total OPEB liability)	166,975	184,274	175,183	77,528	64,869	77,489	74,678	77,524
Changes in benefit terms	-	-	-	1,832,830	-	-	-	-
Difference between expected and actual experience	(947,779)	23,399	(56,456)	6,886	(858,222)	(14,261)	(132,925)	11,052
Change in assumptions	1,004,235	(89)	228,309	(122,757)	(257,483)	165,224	(127,696)	97,715
Benefit payments, including refunds of employee contributions	(282,369)	(279,602)	(281,805)	(57,003)	(48,805)	(85,360)	(85,235)	(59,157)
Net change in total OPEB liability	10,865	26,209	150,557	1,798,683	(974,469)	235,595	(156,110)	226,594
Total OPEB liability - beginning	3,321,667	3,295,458	3,144,901	1,346,218	2,320,687	2,085,092	2,241,202	2,014,608
Total OPEB liability - ending (a)	$ 3,332,532	$ 3,321,667	$ 3,295,458	$ 3,144,901	$ 1,346,218	$ 2,320,687	$ 2,085,092	$ 2,241,202
Plan fiduciary net position								
Contributions - employer	$ 718,664	$ 279,602	$ 714,805	$ 57,003	$ 2,048,805	$ 85,360	$ 85,235	$ 59,157
OPEB plan net investment income	257,490	338,767	(403,167)	251,179	218,150	39,175	(9,231)	24,567
Benefit payments	-	(279,602)	(281,805)	(57,003)	(48,805)	(85,360)	(85,235)	(59,157)
OPEB Plan administrative expense	(22,278)	(16,251)	(15,054)	(15,388)	(4,681)	(1,378)	(1,370)	(1,299)
Net change in plan fiduciary net position	953,876	322,516	14,779	235,791	2,213,469	37,797	(10,601)	23,268
Plan fiduciary net position - beginning	3,048,984	2,726,468	2,711,689	2,475,898	262,429	224,632	235,233	211,965
Plan fiduciary net position - ending (b)	4,002,860	3,048,984	2,726,468	2,711,689	2,475,898	262,429	224,632	235,233
Net OPEB liability (a) - (b)	$ (670,328)	$ 272,683	$ 568,990	$ 433,212	$ (1,129,680)	$ 2,058,258	$ 1,860,460	$ 2,005,969
Plan fiduciary net position as a percentage of total OPEB liability	120.11%	91.79%	82.73%	86.22%	183.92%	11.31%	10.77%	10.50%
Covered payroll	$ 33,513,357	$ 33,967,673	$ 30,857,283	$ 31,620,768	$ 31,984,978	$ 30,367,976	$ 28,501,610	$ 28,201,294
Net OPEB liability as a percentage of covered payroll	-2.00%	0.80%	1.84%	1.37%	-3.53%	6.78%	6.53%	7.11%

Notes to Schedule:

Measurement year 2023 - The expected rate of return was decreased from 5.75% to 5.25% and the demographic and salary increase assumptions were updated to reflect the 2023 TMRS Experience Study.

Measurement year 2022 - The spousal coverage and health care trend assumptions were modified.

Measurement year 2021 - Effective January 1, 2022, the City allowed eligible employees to participate in an early retirement incentive which provides City-paid, retiree-only coverage up to age 65. The changes in benefit terms reflect the impact of the early retirement incentive. As of the measurement date, twelve employees had made elections to participate in the early retirement incentive. Changes of assumptions reflects a methodology change where the attribution period for the accumulation of service costs is now based only on employment with the City of Coppell.

Measurement year 2020 - The expected rate of return was decreased from 6.25% to 5.75% and the two-person coverage assumption was increased from 10% to 20%.

Measurement year 2019 - The demographic and salary increase assumptions were updated to reflect the 2019 TMRS Experience Study

Measurement year 2018 - Minor updates to the healthcare trend assumption.

Changes of assumptions reflect the effects of changes in the discount rate each period.

The following are the Single Discount Rates used in each period:

Measurement Year	Discount Rate
2023 - 2024	5.25%
2020 - 2022	5.75%
2019	2.75%
2018	3.71%
2017	3.31%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

City of Coppell, Texas

Required Supplementary Information
Supplemental Death Benefits Fund
Schedule of Changes in Total OPEB Liability and Related Ratios
Last Eight Measurement Years (Unaudited)

Measurement year ending December 31,	Measurement 2024	Measurement 2023	Measurement 2022	Measurement 2021	Measurement 2020	Measurement 2019	Measurement 2018	Measurement 2017
Total OPEB Liability								
Service cost	$ 42,744	$ 40,761	$ 77,143	$ 75,890	$ 60,771	$ 42,515	$ 51,303	$ 42,302
Interest	47,276	45,308	30,955	31,874	35,633	40,194	34,037	32,690
Changes of benefit terms								
Difference between expected and actual experience	228	8,252	(15,132)	(56,719)	(22,070)	(94,355)	59,862	-
Changes in assumptions or other inputs	(71,091)	66,109	(617,230)	55,683	228,772	221,080	(79,805)	89,663
Benefit payments	(28,496)	(23,780)	(18,514)	(18,972)	(6,397)	(6,074)	(5,700)	(5,640)
Net Change in Total OPEB Liability	(9,339)	136,650	(542,778)	87,756	296,709	203,360	59,697	159,015
Total OPEB Liability - Beginning	1,246,886	1,110,236	1,653,014	1,565,258	1,268,549	1,065,189	1,005,492	846,477
Total OPEB Liability - Ending (a)	$ 1,237,547	$ 1,246,886	$ 1,110,236	$ 1,653,014	$ 1,565,258	$ 1,268,549	$ 1,065,189	$ 1,005,492
Covered-employee payroll	$ 35,619,767	$ 33,967,673	$ 30,857,283	$ 31,620,768	$ 31,984,978	$ 30,367,976	$ 28,501,610	$ 28,201,294
Total OPEB liability as a percentage of covered-employee payroll	3.47%	3.67%	3.60%	5.23%	4.89%	4.18%	3.74%	3.57%

Note: This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

There are no assets accumulated in a trust that meets the criteria of GASB codification P22.101 or P52.1010 to pay related benefits for the OPEB plan.

City of Coppell, Texas

Required Supplementary Information
Supplemental Death Benefits Fund
Schedule of OPEB Contributions
Last Eight Fiscal Years (Unaudited)

	Fiscal Year 2025	Fiscal Year 2024	Fiscal Year 2023	Fiscal Year 2022	Fiscal Year 2021	Fiscal Year 2020	Fiscal Year 2019	Fiscal Year 2018
Actuarially determined contribution	$ 30,445	$ 26,709	$ 22,525	$ 18,216	$ 6,397	$ 6,216	$ 5,982	$ 5,673
Contribution in relation of the actuarially determined contribution	30,445	26,709	22,525	18,216	6,397	6,216	5,982	5,673
Contribution Deficiency (Excess)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Covered-employee payroll	$ 38,050,211	$ 34,598,188	$ 33,496,510	$ 30,361,521	$ 31,401,822	$ 31,075,303	$ 29,912,752	$ 28,637,042
Contributions as a percentage of covered-employee payroll	0.08%	0.08%	0.07%	0.06%	0.02%	0.02%	0.02%	0.02%

Notes to Schedule:

Valuation Date:

Actuarial determined contribution rates are calculated as of December 31st each year and become effective in January, 13 months later.

Methods and Assumptions Used to Determine Contribution Rates:

Asset Valuation	No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75 to pay related benefits.
Inflation	2.50%
Salary Increases	3.60% to 11.85% including inflation
Discount Rate	4.08%. Fidelity Index's "20-Year Municipal GO AA Index" rate as of measurement date.
Retiree's share of benefit-related costs	$0
Administrative expenses	All administrative expenses are paid through the Pension Trust and accounted for under reporting requirements under GASB Statement No. 68
Mortality - service retirees	2019 Municipal Retirees of Texas Mortality Tables. Male rates aremultiplied by 103% and female rates are multiplied by 105%. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence).
Mortality - disabled retirees	2019 Municipal Retirees of TexasMortality Tables with a 4 year setforward for males and a 3 year set-forward for females. In addition, a 3.5% and 3% minimum mortality rate will be applied to reflect the impairment for younger members who become disabled for males and females, respectively. The rates are projected on a fully generational basis by the most recent Scale MP-2021 (with immediate convergence) to account for future mortality improvements subject to the floor.

Other Information:
The actuarial assumptions used in the December 31, 2024 valuation were based on the results of an actuarial experience study for the period December 31, 2022.

Note:
This schedule is intended to show information for ten years. Information for additional years will be displayed as it becomes available.

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are restricted or committed to expenditures for specified purposes other than debt service or capital projects.

Donations Fund - To account for donations received by the City with expenditures restricted to use for the library, parks, economic development and fire department programs.

Police Fund - To account for revenues restricted for special policing purposes.

Child Safety Fund - To account for revenues restricted for programs to enhance child safety.

Crime Prevention Fund – To account for revenue restricted for Crime Prevention programs which include the School Resource Officer Program, the Community Services Program and the Patrol Prevention Program.

Municipal Court Fund - To account for revenues restricted for Municipal Court security issues.

Red Light Enforcement Fund - To account for revenues that are restricted for traffic safety, pedestrian safety, public safety, intersection improvement, and traffic enforcement.

Local Youth Diversion Fund - To account for revenues that are restricted for the necessary expenditures related to the position of Juvenile Case Manager.

Court Technology Fund - To account for revenues that are restricted for financing the purchase of technological enhancements for the Municipal Court.

Tree Preservation Fund - To account for revenues that are restricted for tree preservation.

Judicial Efficiency Fund - To account for revenue restricted for uses that improve the efficiency of the administration of justice in the City.

Economic Development Foundation Fund - A blended component unit of the City of Coppell established for the purpose of promoting economic development and business opportunities within the City.

Drainage Utility District Fund - To account for revenues that are restricted for storm water control development.

Opioid Fund – To account for revenues received from the State's opioid settlement fund.

Rolling Oaks Cemetery Fund – To account for revenues that are restricted for the administration of the cemetery.

Cemetery Pre-need Fund – To account for proceeds of sales that are restricted until purchase of memorials and their installation is complete.

Hotel Occupancy Tax Fund – To account for tax revenues collected on room rentals and restricted for the promotion of tourism and the convention and hotel industry.

E-911 Fund – To account for telecommunication revenues that are restricted for purchasing emergency communication equipment and supplies.

Public Education Fund – To account for refuse revenues that are restricted for public education of recycling programs.

Public Education Grant Fund – To account for revenues that are restricted for the public access channel.

Sales Tax Holding Fund – To account for sales tax received.

Debt Service Fund

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and other related costs on long-term debt.

Recreation Development Corporation Fund - To account for debt service activities relating to indebtedness of the Coppell Recreation Development Corporation.

Capital Projects Funds

Capital Projects Funds are used to account for financial resources used for the acquisition and construction of capital facilities (other than those financed by proprietary funds).

Drainage Fund - To account for financing and construction of various drainage projects within the City.

Fire Fund - To account for financing and capital improvement of and for Fire department.

Cemetery Fund - To account for financing and capital improvement of and for Cemetery.

City Facilities Fund - To account for the financing and construction of City facilities.

City Funded Capital Improvement Project Fund - To account for the financing and construction of City funded capital improvement projects.

Capital Projects Recreation Development Fund - To account for the financing and construction of cultural and recreational projects financed through the Coppell Recreation Development Corporation.

Permanent Fund

Permanent Funds are used to report resources that are legally restricted to the extent that only earnings, and not principal, may be used to support programs of the City.

Perpetual Care Fund – To account for the assets and earnings used to support the operation and maintenance of the Rolling Oaks Cemetery.

City of Coppell, Texas
Combining Balance Sheet
Nonmajor Funds
September 30, 2025

	Special Revenue Funds					
	Donations	Police	Child Safety	Crime Prevention	Municipal Court	Red Light Enforcement
ASSETS						
Cash	$ 112,627	$ 7,089	$ 30,490	$ 62,673	$ 28,593	$ 7,934
Investments	166,799	565,641	387,847	27,996,285	352,801	59,667
Taxes receivable	-	-	-	1,102,607	-	-
Accounts receivable, net	-	-	5,426	15,164	-	-
Interest receivable	2,869	2,416	-	139,155	-	-
Other receivable	-	-	-	-	-	-
Leases receivable	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid items	-	1,147	-	-	-	-
TOTAL ASSETS	$ 282,295	$ 576,293	$ 423,763	$ 29,315,884	$ 381,394	$ 67,601
LIABILITIES						
Accounts payable	$ -	$ 8,319	$ -	$ 735,582	$ -	$ -
Accrued liabilities	-	-	-	43,054	-	-
Due to other funds	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	-	8,319	-	778,636	-	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	500	-	-	-	-	-
Deferred inflows related to leases	-	-	-	-	-	-
Total deferred inflow of resources	500	-	-	-	-	-
FUND BALANCES						
Nonspendable	-	1,147	-	-	-	-
Restricted						
General government	-	-	-	-	-	-
Public safety	-	566,827	423,763	28,537,248	381,394	67,601
Culture and recreation	213,866	-	-	-	-	-
Community development	12,117	-	-	-	-	-
Economic development	55,812	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Committed						
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	281,795	567,974	423,763	28,537,248	381,394	67,601
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 282,295	$ 576,293	$ 423,763	$ 29,315,884	$ 381,394	$ 67,601

Special Revenue Funds									
Local Youth Diversion Fund	(Formerly Nonmajor Fund) Recreation Development Corporation #2	Court Technology	Tree Preservation	Judicial Efficiency	Economic Development Foundation	Drainage Utility District	Opioid Fund	Rolling Oaks Cemetery
$ 3,435	$ -	$ 83,591	$ 32,544	$ 19,448	$ 18,127	$ 196,949	$ 58,270	$ 1,953
407,913	-	-	2,769,824	-	89	5,694,347	-	1,310,484
-	-	-	-	-	-	-	-	-
-	-	-	600	-	-	497,205	-	361,381
-	-	-	24,282	-	-	8,911	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	522,222
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
$ 411,348	$ -	$ 83,591	$ 2,827,250	$ 19,448	$ 18,216	$ 6,397,412	$ 58,270	$ 2,196,040
$ 240	-	$ -	$ 1,571	$ -	$ -	$ 98,351	$ -	$ 49,494
-	-	-	-	-	-	5,351	-	4,910
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	1,030	-	-
-	-	-	-	-	-	-	-	-
240	-	-	1,571	-	-	104,732	-	54,404
-	-	-	-	-	-	-	-	341,274
-	-	-	-	-	-	-	-	503,919
-	-	-	-	-	-	-	-	845,193
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
411,108	-	83,591	-	19,448	-	-	58,270	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	6,292,680	-	-
-	-	-	2,825,679	-	-	-	-	1,296,443
-	-	-	-	-	18,216	-	-	-
-	-	-	-	-	-	-	-	-
411,108	-	83,591	2,825,679	19,448	18,216	6,292,680	58,270	1,296,443
$ 411,348	$ -	$ 83,591	$ 2,827,250	$ 19,448	$ 18,216	$ 6,397,412	$ 58,270	$ 2,196,040

City of Coppell, Texas
Combining Balance Sheet - Continued
Nonmajor Funds
September 30, 2025

	Special Revenue					
	Cemetery Pre-Need	Hotel Occupancy Tax	E911	Public Education Fund	Public Education Grant	Sales Tax Holding
ASSETS						
Cash	$ 3,758	$ 54,415	$ 90,596	$ 80,643	$ 53,409	$ -
Investments	271,583	1,891,028	1,443,532	-	869,562	-
Taxes receivable	-	-	-	-	-	-
Accounts receivable, net	20,045	296,149	8,049	593	9,432	-
Interest receivable	-	1,782	-	-	929	-
Other receivable	-	-	-	-	-	-
Leases receivable	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-
TOTAL ASSETS	$ 295,386	$ 2,243,374	$ 1,542,177	$ 81,236	$ 933,332	$ -
LIABILITIES						
Accounts payable	$ -	$ 32,940	$ 2,504	$ 3,187	$ 21,338	$ -
Accrued liabilities	152,288	-	-	-	-	-
Due to other funds	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-
Total liabilities	152,288	32,940	2,504	3,187	21,338	-
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	-	-	-	-	-	-
Deferred inflows related to leases	-	-	-	-	-	-
Total deferred inflow of resources	-	-	-	-	-	-
FUND BALANCES						
Nonspendable	-	-	-	-	-	-
Restricted						
General government	-	-	-	78,049	911,994	-
Public safety	-	-	1,539,673	-	-	-
Culture and recreation	-	2,210,434	-	-	-	-
Community development	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-
Debt service	-	-	-	-	-	-
Committed						
Public works	-	-	-	-	-	-
Culture and recreation	143,098	-	-	-	-	-
Economic development	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-
Total fund balances	143,098	2,210,434	1,539,673	78,049	911,994	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 295,386	$ 2,243,374	$ 1,542,177	$ 81,236	$ 933,332	$ -

Debt Service	Capital Projects							Permanent	
Recreation Development Corporation	Drainage	Fire	Cemetery	City Facilities	City Funded CIP	Capital Projects Recreation Development	Perpetual Care	Total Nonmajor Funds
$ 3,828	$ 7,258	$ 13,710	$ 1,683	$ 974	$ 47,824	$ 7,639	$ 188,248	$ 1,217,708
-	51,467	1,647,349	46	767	1,274,401	949,926	1,770,857	49,882,215
555,232	-	-	-	-	-	-	-	1,657,839
-	-	-	-	-	-	-	-	1,214,044
-	-	-	-	-	1,880	-	634	182,858
-	-	-	-	-	51	-	-	51
-	-	-	-	-	-	-	-	522,222
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	1,147
$ 559,060	$ 58,725	$ 1,661,059	$ 1,729	$ 1,741	$ 1,324,156	$ 957,565	$ 1,959,739	$ 54,678,084
$ -	$ -	$ 419,618	$ -	$ -	$ -	$ -	$ -	$ 1,373,144
-	-	-	-	-	-	-	-	205,603
255,000	80,819	1,500	1,955,500	-	-	860,000	-	3,152,819
-	-	-	-	-	-	-	-	1,030
-	-	-	-	-	-	-	-	-
255,000	80,819	421,118	1,955,500	-	-	860,000	-	4,732,596
-	-	-	-	-	-	-	-	341,774
-	-	-	-	-	-	-	-	503,919
-	-	-	-	-	-	-	-	845,693
-	-	-	-	-	-	-	1,959,739	1,960,886
-	-	-	-	-	-	-	-	990,043
-	-	-	-	-	-	-	-	32,088,923
-	-	-	-	-	-	-	-	2,424,300
-	-	-	-	-	-	-	-	12,117
-	-	-	-	-	-	-	-	55,812
-	-	1,239,941	-	1,741	1,324,156	97,565	-	2,663,403
304,060	-	-	-	-	-	-	-	304,060
-	-	-	-	-	-	-	-	6,292,680
-	-	-	-	-	-	-	-	4,265,220
-	-	-	-	-	-	-	-	18,216
-	(22,094)	-	(1,953,771)	-	-	-	-	(1,975,865)
304,060	(22,094)	1,239,941	(1,953,771)	1,741	1,324,156	97,565	1,959,739	49,099,795
$ 559,060	$ 58,725	$ 1,661,059	$ 1,729	$ 1,741	$ 1,324,156	$ 957,565	$ 1,959,739	$ 54,678,084

City of Coppell, Texas

Combining Statement of Revenues, Expenditures and Changes in Fund Balance- Nonmajor Governmental Funds
For the Year Ended September 30, 2025

	Special Revenue					
	Donations	Police	Child Safety	Crime Prevention	Municipal Court	Red Light Enforcement
REVENUES						
Taxes, penalties, and interest	$ -	$ -	$ -	$ 5,942,416	$ -	$ -
Licenses, fees, and permits	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeitures	-	112,484	57,857	-	17,558	-
Investment earnings	6,655	15,764	13,704	1,143,205	15,571	2,524
Contributions	37,061	-	-	-	-	-
Miscellaneous	-	-	948	-	-	(323)
Total revenues	43,716	128,248	72,509	7,085,621	33,129	2,201
EXPENDITURES						
Current:						
General government	-	-	-	-	-	-
Public safety	3,358	90,081	2,483	4,446,913	97,945	-
Public works	-	-	-	-	-	-
Culture and recreation	28,766	-	-	-	-	-
Community development	-	-	-	-	-	-
Debt service:						
Prinicpal Retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public safety	-	-	-	2,507,468	-	-
Public works	-	-	-	-	-	-
Culture and recreation	2,067	-	-	-	-	-
Total expenditures	34,191	90,081	2,483	6,954,381	97,945	-
Excess (deficiency) of revenues over (under) expenditures	9,525	38,167	70,026	131,240	(64,816)	2,201
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	-	(159,535)	-	-
Total other financing sources (uses)	-	-	-	(159,535)	-	-
Net change in fund balances	9,525	38,167	70,026	(28,295)	(64,816)	2,201
Fund balances, beginning of year, as previously presented	272,270	529,807	353,737	28,565,543	446,210	65,400
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-
FUND BALANCES, END OF YEAR	$ 281,795	$ 567,974	$ 423,763	$ 28,537,248	$ 381,394	$ 67,601

Special Revenue								
Local Youth Diversion Fund	(Formerly NonMajor Fund) Recreation Development Corporation #2	Court Technology	Tree Preservation	Judicial Efficiency	Economic Development Foundation	Drainage Utility District	Opioid Fund	Rolling Oaks Cemetery
$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
-	-	-	775,406	-	-	2,613,959	-	-
-	-	-	-	-	-	-	-	793,565
18,420	-	14,420	-	32	-	-	-	-
17,162	-	-	112,424	-	4	206,679	-	52,430
-	-	-	-	-	-	-	-	-
-	-	-	(56)	-	-	-	25,799	83,836
35,582	-	14,420	887,774	32	4	2,820,638	25,799	929,831
-	-	-	-	-	-	-	-	-
11,882	-	-	-	-	-	-	-	-
-	-	-	-	-	-	802,517	-	-
-	-	-	239,960	-	-	-	-	1,039,444
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	354,301	-	-
-	-	-	-	-	-	-	-	-
11,882	-	-	239,960	-	-	1,156,818	-	1,039,444
23,700	-	14,420	647,814	32	4	1,663,820	25,799	(109,613)
-	-	-	-	-	-	-	-	(250,000)
-	-	-	-	-	-	-	-	(250,000)
23,700	-	14,420	647,814	32	4	1,663,820	25,799	(359,613)
387,408	34,654,786	69,171	2,177,865	19,416	18,212	4,628,860	32,471	1,656,056
-	(34,654,786)	-	-	-	-	-	-	-
$ 411,108	$ -	$ 83,591	$ 2,825,679	$ 19,448	$ 18,216	$ 6,292,680	$ 58,270	$ 1,296,443

City of Coppell, Texas

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance- Nonmajor Governmental Funds - Continued
For the Year Ended September 30, 2025

	Special Revenue					
	Cemetery Pre-Need	Hotel Occupancy Tax	E911	Public Education Fund	Public Education Grant	Sales Tax Holding
REVENUES						
Taxes, penalties, and interest	$ -	$ 1,302,889	$ -	$ -	$ 41,211	$ -
Licenses, fees, and permits	-	-	-	-	-	-
Charges for services	-	-	340,104	-	-	-
Fines and forfeitures	-	-	-	-	-	-
Investment earnings	18,968	65,456	62,285	-	29,697	-
Contributions	-	-	-	-	-	-
Miscellaneous	(181)	278	-	14,349	-	-
Total revenues	18,787	1,368,623	402,389	14,349	70,908	-
EXPENDITURES						
Current:						
General government	-	529,844	-	-	-	-
Public safety	-	-	518,911	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	233,272	-	-	-	-
Community development	-	-	-	12,782	-	-
Debt service:						
Prinicpal Retirement	-	-	-	-	-	-
Interest	-	-	-	-	-	-
Capital outlay:						
General government	-	-	-	-	21,338	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Total expenditures	-	763,116	518,911	12,782	21,338	-
Excess (deficiency) of revenues over (under) expenditures	18,787	605,507	(116,522)	1,567	49,570	-
OTHER FINANCING SOURCES (USES)						
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-
Net change in fund balances	18,787	605,507	(116,522)	1,567	49,570	-
Fund balances, beginning of year, as previously presented	124,311	1,604,927	1,656,195	76,482	862,424	-
Change within financial reporting entity (nonmajor to major)	-	-	-	-	-	-
FUND BALANCES, END OF YEAR	$ 143,098	$ 2,210,434	$ 1,539,673	$ 78,049	$ 911,994	$ -

Debt Service	Capital Projects						Permanent	
Recreation Development Corporation	Drainage	Fire	Cemetery	City Facilities	City Funded CIP	Capital Projects Recreation Development	Perpetual Care	Total Nonmajor Governmental Funds
$ 3,331,394	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 10,617,910
-	-	-	-	-	-	-	-	3,389,365
-	-	-	-	-	-	-	90,545	1,224,214
-	-	-	-	-	-	-	-	220,771
42,349	1,491	(353,124)	2	92	56,712	39,643	63,863	1,613,556
-	-	-	-	-	-	-	-	37,061
-	(4)	(7,973)	-	(7)	(467)	(4,372)	(1,029)	110,798
3,373,743	1,487	(361,097)	2	85	56,245	35,271	153,379	17,213,675
-	-	-	-	-	-	-	-	529,844
-	-	-	-	-	-	-	-	5,171,573
-	5,577	-	-	-	-	-	-	808,094
-	-	-	-	-	-	-	-	1,541,442
-	-	-	-	-	-	-	-	12,782
1,320,000	-	-	-	-	-	-	-	1,320,000
922,727	-	-	-	-	-	-	-	922,727
-	-	-	-	-	69,971	-	-	91,309
-	-	-	-	-	-	-	-	2,507,468
-	-	-	-	-	-	-	-	354,301
-	-	-	-	-	-	-	-	2,067
2,242,727	5,577	-	-	-	69,971	-	-	13,261,607
1,131,016	(4,090)	(361,097)	2	85	(13,726)	35,271	153,379	3,952,068
(1,089,675)	-	-	-	-	-	-	-	(1,499,210)
(1,089,675)	-	-	-	-	-	-	-	(1,499,210)
41,341	(4,090)	(361,097)	2	85	(13,726)	35,271	153,379	2,452,858
262,719	(18,004)	1,601,038	(1,953,773)	1,656	1,337,882	62,294	1,806,360	81,301,723
-	-	-	-	-	-	-	-	(34,654,786)
$ 304,060	$ (22,094)	$ 1,239,941	$ (1,953,771)	$ 1,741	$ 1,324,156	$ 97,565	$ 1,959,739	$ 49,099,795

City of Coppell, Texas

Donations Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Investment earnings	$ 250	$ 250	$ 6,655	$ 6,405
Contributions	16,500	43,338	37,061	(6,277)
Total revenues	16,750	43,588	43,716	128
EXPENDITURES				
Current:				
Public safety	6,000	7,837	3,358	4,479
Culture and recreation	-	28,768	28,766	2
Total current	6,000	36,605	32,124	4,481
Capital outlay:				
Culture and recreation	-	2,067	2,067	-
Total capital outlay	-	2,067	2,067	-
Total expenditures	6,000	38,672	34,191	4,481
Excess/(deficiency) of revenues over (under) expenditures	10,750	4,916	9,525	4,609
Net change in fund balances	10,750	4,916	9,525	4,609
Fund balances, beginning of year	272,270	272,270	272,270	-
FUND BALANCES, END OF YEAR	$ 283,020	$ 277,186	$ 281,795	$ 4,609

City of Coppell, Texas

Police Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 6,200	$ 95,574	$ 112,484	$ 16,910
Investment earnings	500	11,500	15,764	4,264
Contributions	5,000	5,000	-	(5,000)
Total revenues	11,700	112,074	128,248	16,174
EXPENDITURES				
Current:				
Public safety	79,300	96,128	90,081	6,047
Total current	79,300	96,128	90,081	6,047
Total expenditures	79,300	96,128	90,081	6,047
Excess/(deficiency) of revenues over (under) expenditures	(67,600)	15,946	38,167	22,221
Net change in fund balances	(67,600)	15,946	38,167	22,221
Fund balances, beginning of year	529,807	529,807	529,807	-
FUND BALANCES, END OF YEAR	$ 462,207	$ 545,753	$ 567,974	$ 22,221

City of Coppell, Texas

Child Safety Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 23,750	$ 54,380	$ 57,857	$ 3,477
Investment earnings	10,000	13,365	14,652	1,287
Total revenues	33,750	67,745	72,509	4,764
EXPENDITURES				
Current:				
Public safety	2,500	4,983	2,483	2,500
Total current	2,500	4,983	2,483	2,500
Total expenditures	2,500	4,983	2,483	2,500
Excess/(deficiency) of revenues over (under) expenditures	31,250	62,762	70,026	7,264
Net change in fund balances	31,250	62,762	70,026	7,264
Fund balances, beginning of year	353,737	353,737	353,737	-
FUND BALANCES, END OF YEAR	$ 384,987	$ 416,499	$ 423,763	$ 7,264

City of Coppell, Texas

Crime Prevention Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes, penalties, and interest	$ 3,940,115	$ 6,146,661	$ 5,942,416	$ (204,245)
Investment earnings	300,000	300,000	1,143,205	843,205
Miscellaneous	-	-	-	-
Total revenues	4,240,115	6,446,661	7,085,621	638,960
EXPENDITURES				
Current:				
Public safety	5,306,528	4,499,864	4,446,913	52,951
General government	-	15,330	-	15,330
Total current	5,306,528	4,515,194	4,446,913	68,281
Capital outlay:				
Public safety	-	2,530,521	2,507,468	23,053
Total capital outlay	-	2,530,521	2,507,468	23,053
Total expenditures	5,306,528	7,045,715	6,954,381	91,334
Excess/(deficiency) of revenues over (under) expenditures	(1,066,413)	(599,054)	131,240	730,294
OTHER FINANCING SOURCES (USES)				
Transfers out	(159,535)	(159,535)	(159,535)	-
Total other financing sources (uses)	(159,535)	(159,535)	(159,535)	-
Net changes in fund balances	(1,225,948)	(758,589)	(28,295)	730,294
Fund balances, beginning of year	28,565,543	28,565,543	28,565,543	-
FUND BALANCES, END OF YEAR	$ 27,339,595	$ 27,806,954	$ 28,537,248	$ 730,294

City of Coppell, Texas

Municipal Court Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 20,000	$ 20,000	$ 17,558	$ (2,442)
Investment earnings	500	14,500	15,571	1,071
Total revenues	20,500	34,500	33,129	(1,371)
EXPENDITURES				
Current:				
Public safety	7,200	163,907	97,945	65,962
Total current	7,200	163,907	97,945	65,962
Total expenditures	7,200	163,907	97,945	65,962
Excess/(deficiency) of revenues over (under) expenditures	13,300	(129,407)	(64,816)	64,591
Net change in fund balances	13,300	(129,407)	(64,816)	64,591
Fund balances, beginning of year	446,210	446,210	446,210	-
FUND BALANCES, END OF YEAR	$ 459,510	$ 316,803	$ 381,394	$ 64,591

City of Coppell, Texas

Red Light Enforcement Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Investment earnings	$ 1,500	$ 1,500	$ 2,201	$ 701
Total revenues	1,500.0	1,500	2,201	701
EXPENDITURES				
Capital outlay:				
Public safety	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	1,500.0	1,500	2,201	701
Net changes in fund balances	1,500.0	1,500	2,201	701
Fund balances, beginning of year	65,400	65,400	65,400	-
FUND BALANCES, END OF YEAR	$ 66,900	$ 66,900	$ 67,601	$ 701

City of Coppell, Texas

Local Youth Diversion Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 40,000	$ 40,000	$ 18,420	$ (21,580)
Investment earnings	500	500	17,162	16,662
Total revenues	40,500	40,500	35,582	(4,918)
EXPENDITURES				
Current:				
Public safety	24,808	24,808	11,882	12,926
Total current	24,808	24,808	11,882	12,926
Total expenditures	24,808	24,808	11,882	12,926
Excess/(deficiency) of revenues over (under) expenditures	15,692	15,692	23,700	8,008
Net change in fund balances	15,692	15,692	23,700	8,008
Fund balances, beginning of year	387,408	387,408	387,408	-
FUND BALANCES, END OF YEAR	$ 403,100	$ 403,100	$ 411,108	$ 8,008

City of Coppell, Texas

Court Technology Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 22,000	$ 22,000	$ 14,420	$ (7,580)
Investment earnings	500	500	-	(500)
Total revenues	22,500	22,500	14,420	(8,080)
EXPENDITURES				
Current:				
Public safety	-	-	-	-
Total capital outlay	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	22,500	22,500	14,420	(8,080)
Net change in fund balances	22,500	22,500	14,420	(8,080)
Fund balances, beginning of year	69,171	69,171	69,171	-
FUND BALANCES, END OF YEAR	$ 91,671	$ 91,671	$ 83,591	$ (8,080)

City of Coppell, Texas

Tree Preservation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Licenses, Fees and Permits	$ -	$ 775,406	$ 775,406	$ -
Investment earnings	-	74,509	112,368	37,859
Total revenues	-	849,915	887,774	37,859
EXPENDITURES				
Current:				
Culture & Recreation	100,000	249,526	239,960	9,566
Total current	100,000	249,526	239,960	9,566
Total expenditures	100,000	249,526	239,960	9,566
Excess/(deficiency) of revenues over (under) expenditures	(100,000)	600,389	647,814	47,425
Net change in fund balances	(100,000)	600,389	647,814	47,425
Fund balances, beginning of year	2,177,865	2,177,865	2,177,865	-
FUND BALANCES, END OF YEAR	$ 2,077,865	$ 2,778,254	$ 2,825,679	$ 47,425

City of Coppell, Texas

Judicial Efficiency Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Fines and forfeitures	$ 4,500	$ 4,500	$ 32	$ (4,468)
Total revenues	4,500	4,500	32	(4,468)
EXPENDITURES				
Current:				
Public safety	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	4,500	4,500	32	(4,468)
Net change in fund balances	4,500	4,500	32	(4,468)
Fund balances, beginning of year	19,416	19,416	19,416	-
FUND BALANCES, END OF YEAR	$ 23,916	$ 23,916	$ 19,448	$ (4,468)

City of Coppell, Texas

Coppell Economic Development Foundation Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Investment earnings	$ -	$ -	$ 4	$ 4
Total revenues	-	-	4	4
EXPENDITURES				
Current:				
General government	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	-	-	4	4
Net changes in fund balances	-	-	4	4
Fund balances, beginning of year	18,212	18,212	18,212	-
FUND BALANCES, END OF YEAR	$ 18,212	$ 18,212	$ 18,216	$ 4

City of Coppell, Texas

Drainage Utility District Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Licenses, Fees and Permits	$ 2,250,048	$ 2,639,048	$ 2,613,959	$ (25,089)
Investment earnings	25,000	175,000	206,679	31,679
Total revenues	2,275,048	2,814,048	2,820,638	6,590
EXPENDITURES				
Current:				
Public works	1,405,556	1,527,746	802,517	725,229
Total current	1,405,556	1,527,746	802,517	725,229
Capital outlay:				
Public works	2,000,000	977,208	354,301	622,907
Total capital outlay	2,000,000	977,208	354,301	622,907
Total expenditures	3,405,556	2,504,954	1,156,818	1,348,136
Excess/(deficiency) of revenues over (under) expenditures	(1,130,508)	309,094	1,663,820	1,354,726
Net change in fund balances	(1,130,508)	309,094	1,663,820	1,354,726
Fund balances, beginning of year	4,628,860	4,628,860	4,628,860	-
FUND BALANCES, END OF YEAR	$ 3,498,352	$ 4,937,954	$ 6,292,680	$ 1,354,726

City of Coppell, Texas

Opioid Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Miscellaneous	-	25,799	$ 25,799	$ -
Total revenues	-	25,799	25,799	-
Excess/(deficiency) of revenues over (under) expenditures	-	25,799	25,799	-
Net change in fund balances	-	25,799	25,799	-
Fund balances, beginning of year	32,471	32,471	32,471	-
FUND BALANCES, END OF YEAR	$ 32,471	$ 58,270	$ 58,270	$ -

City of Coppell, Texas

Rolling Oaks Cemetery Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Charges for services	$ 2,062,468	$ 962,468	$ 793,565	$ (168,903)
Investment earnings	30,000	30,000	52,430	22,430
Miscellaneous	46,667	46,667	83,836	37,169
Total revenues	2,139,135	1,039,135	929,831	(109,304)
EXPENDITURES				
Current:				
Culture & Recreation	1,993,826	2,036,934	1,039,444	997,490
Total current	1,993,826	2,036,934	1,039,444	997,490
Total expenditures	1,993,826	2,036,934	1,039,444	997,490
Excess/(deficiency) of revenues over (under) expenditures	145,309	(997,799)	(109,613)	888,186
OTHER FINANCING SOURCES (USES)				
Transfers out	(250,000)	(250,000)	(250,000)	-
Total other financing sources (uses)	(250,000)	(250,000)	(250,000)	-
Net change in fund balances	(104,691)	(1,247,799)	(359,613)	888,186
Fund balances, beginning of year	1,656,056	1,656,056	1,656,056	-
FUND BALANCES, END OF YEAR	$ 1,551,365	$ 408,257	$ 1,296,443	$ 888,186

City of Coppell, Texas

Cemetery Pre-need Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Investment earnings	$ -	$ -	$ 18,787	$ 18,787
Total revenues	-	-	18,787	18,787
EXPENDITURES				
Current:				
Culture & Recreation	-	-	-	-
Total current	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	-	-	18,787	18,787
Net change in fund balances	-	-	18,787	18,787
Fund balances, beginning of year	124,311	124,311	124,311	-
FUND BALANCES, END OF YEAR	$ 124,311	$ 124,311	$ 143,098	$ 18,787

City of Coppell, Texas

Hotel Occupancy Tax Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes, Penalties, and Interest	$ 695,311	$ 695,311	$ 1,302,889	$ 607,578
Investment earnings	12,510	12,510	65,456	52,946
Miscellaneous	-	-	278	278
Total revenues	707,821	707,821	1,368,623	660,802
EXPENDITURES				
Current:				
General government	-	-	-	-
Culture & recreation	793,661	793,661	763,116	30,545
Total current	793,661	793,661	763,116	30,545
Total expenditures	793,661	793,661	763,116	30,545
Excess/(deficiency) of revenues over (under) expenditures	(85,840)	(85,840)	605,507	691,347
Net change in fund balances	(85,840)	(85,840)	605,507	691,347
Fund balances, beginning of year	1,604,927	1,604,927	1,604,927	-
FUND BALANCES, END OF YEAR	$ 1,519,087	$ 1,519,087	$ 2,210,434	$ 691,347

City of Coppell, Texas

E-911 Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Charges for services	$ 351,750	$ 351,750	$ 340,104	$ (11,646)
Investment earnings	15,000	57,349	62,285	4,936
Total revenues	366,750	409,099	402,389	(6,710)
EXPENDITURES				
Current:				
Public safety	584,350	558,197	518,911	39,286.00
Total current	584,350	558,197	518,911	39,286.00
Total expenditures	584,350	558,197	518,911	39,286.00
Excess/(deficiency) of revenues over (under) expenditures	(217,600)	(149,098)	(116,522)	32,576
Net change in fund balances	(217,600)	(149,098)	(116,522)	32,576
Fund balances, beginning of year	1,656,195	1,656,195	1,656,195	-
FUND BALANCES, END OF YEAR	$ 1,438,595	$ 1,507,097	$ 1,539,673	$ 32,576

City of Coppell, Texas

Public Education Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Miscellaneous	$ 15,000	$ 15,000	$ 14,349	$ (651)
Total revenues	15,000	15,000	14,349	(651)
EXPENDITURES				
Current:				
Community development	-	-	12,782	(12,782)
Total current	-	-	12,782	(12,782)
Total expenditures	-	-	12,782	(12,782)
Excess/(deficiency) of revenues over (under) expenditures	15,000	15,000	1,567	(13,433)
Net change in fund balances	15,000	15,000	1,567	(13,433)
Fund balances, beginning of year	76,482	76,482	76,482	-
FUND BALANCES, END OF YEAR	$ 91,482	$ 91,482	$ 78,049	$ (13,433)

City of Coppell, Texas

Public Education Grant Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes, penalties, and interest	$ 65,325	$ 68,725	$ 41,211	$ (27,514)
Investment earnings	-	-	29,697	29,697
Total revenues	65,325	68,725	70,908	2,183
EXPENDITURES				
Current:				
General government	-	-	-	-
Total current	-	-	-	-
Capital outlay:				
General government	200,000	221,338	21,338	200,000
Total capital outlay	200,000.00	221,338	21,338	200,000
Total expenditures	200,000	221,338	21,338	200,000
Excess/(deficiency) of revenues over (under) expenditures	(134,675)	(152,613)	49,570	202,183
Net change in fund balances	(134,675)	(152,613)	49,570	202,183
Fund balances, beginning of year	862,424	862,424	862,424	-
FUND BALANCES, END OF YEAR	$ 727,749	$ 709,811	$ 911,994	$ 202,183

City of Coppell, Texas

Sales Tax Holding Special Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Miscellaneous	$ -	$ -	$ -	$ -
Total revenues	-	-	-	-
EXPENDITURES				
Current:				
General government	-	-	-	-
Total current	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	-	-	-	-
Net change in fund balances	-	-	-	-
Fund balances, beginning of year	-	-	-	-
FUND BALANCES, END OF YEAR	$ -	$ -	$ -	$ -

City of Coppell, Texas

Recreation Development Corporation Debt Service Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes, penalties, and interest	$ 3,331,394	$ 3,331,394	$ 3,331,394	$ -
Investment earnings	6,000	42,000	42,349	349
Total revenues	3,337,394	3,373,394	3,373,743	349
EXPENDITURES				
Debt service:				
Principal retirement	1,320,000	1,320,000	1,320,000	-
Interest	927,719	927,719	922,727	4,992
Total debt service	2,247,719	2,247,719	2,242,727	4,992
Total expenditures	2,247,719	2,247,719	2,242,727	4,992
Excess/(deficiency) of revenues over (under) expenditures	1,089,675	1,125,675	1,131,016	5,341
OTHER FINANCING SOURCES (USES)				
Transfers out	(1,089,675)	(1,089,675)	(1,089,675)	-
Total other financing sources (uses)	(1,089,675)	(1,089,675)	(1,089,675)	-
Net change in fund balances	-	36,000	41,341	5,341
Fund balances, beginning of year	262,719	262,719	262,719	-
FUND BALANCES, END OF YEAR	$ 262,719	$ 298,719	$ 304,060	$ 5,341

City of Coppell, Texas

Perpetual Care Rolling Oaks Cemetery Permanent Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Charges for services	$ -	$ -	$ 90,545	$ 90,545
Investment earnings	-	-	62,834	62,834
Total revenues	-	-	153,379	153,379
EXPENDITURES				
Current:				
Culture & Recreation	-	-	-	-
Total current	-	-	-	-
Total expenditures	-	-	-	-
Excess/(deficiency) of revenues over (under) expenditures	-	-	153,379	153,379
Net change in fund balances	-	-	153,379	153,379
Fund balances, beginning of year	1,806,360	1,806,360	1,806,360	-
FUND BALANCES, END OF YEAR	$ 1,806,360	$ 1,806,360	$ 1,959,739	$ 153,379

Debt Service Funds

Debt Service Funds are used to account for the accumulation of resources for and payment of principal, interest and other related costs on long-term debt.

General Obligation Fund - To account for debt service activities pertaining to general City indebtedness.

City of Coppell, Texas

General Obligation Debt Service Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual

For the Year Ended September 30, 2025

	Budgeted Amounts			Variance with Final Budget -
	Original	Final	Actual	Positive (Negative)
REVENUES				
Taxes, Penalties, and Interest	$ 8,227,902	$ 8,227,902	$ 8,096,948	$ (130,954)
Investment earnings	10,000	10,000	69,319	59,319
Total revenues	8,237,902	8,237,902	8,166,267	(71,635)
EXPENDITURES				
Debt service:				
Principal retirement	6,650,000	6,650,000	5,145,000	1,505,000
Interest	5,319,378	5,319,378	4,417,288	902,090
Total expenditures	11,969,378	11,969,378	9,562,288	2,407,090
Excess/(deficiency) of revenues over (under) expenditures	(3,731,476)	(3,731,476)	(1,396,021)	2,335,455
OTHER FINANCING SOURCES (USES)				
Transfers in	3,489,734	3,489,734	1,089,675	(2,400,059)
Total other financing sources (uses)	3,489,734	3,489,734	1,089,675	(2,400,059)
Net changes in fund balances	(241,742)	(241,742)	(306,346)	(64,604)
Fund balances, beginning of year	2,266,050	2,266,050	2,266,050	-
FUND BALANCES, END OF YEAR	$ 2,024,308	$ 2,024,308	$ 1,959,704	$ (64,604)

Internal Service Funds

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies on a cost-reimbursement basis.

Self-Funded Health Fund – To account for the self-funded health program provided by the City to its employees at no cost to the employees, and to their departments, on a subsidized cost basis

Capital Replacement Fund – To provide for capital fleet replacements based on the fleet services replacement schedule.

Enterprise Solutions Replacement Fund – To provide and maintain all types of enterprise-related products, including, but not limited to voice, data, and video systems and the information maintained within those systems.

City of Coppell, Texas
Combining Statement of Net Position
Internal Service Funds
September 30, 2025

	Self-funded Health Fund	Capital Replacement Fund	Enterprise Solutions Replacement Fund	Total Internal Service Funds
ASSETS				
Current assets:				
Cash	$ 689,836	$ 29,232	$ 10,556	$ 729,624
Investments	9,798,254	21,731,214	4,156,480	35,685,948
Accounts receivable	672,930	-	-	672,930
Interest receivable	65,342	215,676	22,182	303,200
Prepaids	-	1,079,579	-	1,079,579
Total current assets	11,226,362	23,055,701	4,189,218	38,471,281
Noncurrent assets:				
Capital assets, net of depreciation	-	4,972,171	275,431	5,247,602
Total noncurrent assets	-	4,972,171	275,431	5,247,602
TOTAL ASSETS	11,226,362	28,027,872	4,464,649	43,718,883
LIABILITIES				
Current liabilities:				
Claims liability	570,679	-	-	570,679
Accounts payable	23,902	206,898	64,478	295,278
Total current liabilities	594,581	206,898	64,478	865,957
TOTAL LIABILITIES	594,581	206,898	64,478	865,957
NET POSITION				
Investment in capital assets	-	4,972,171	275,431	5,247,602
Unrestricted	10,631,781	22,848,803	4,124,740	37,605,324
TOTAL NET POSITION	$ 10,631,781	$ 27,820,974	$ 4,400,171	$ 42,852,926

City of Coppell, Texas

Combining Statement of Revenues, Expenses and Changes in Net Position
Internal Service Funds
For the Year Ended September 30, 2025

	Self-funded Health Fund	Capital Replacement Fund	Enterprise Solutions Replacement Fund	Total Internal Service Funds
OPERATING REVENUES				
City and employee contributions	$ 4,833,244	$ -	$ -	$ 4,833,244
Total operating revenues	4,833,244	-	-	4,833,244
OPERATING EXPENSES				
Claims	4,663,103	-	-	4,663,103
Contractual services and charges	1,526,147	-	-	1,526,147
Supplies	-	-	115,329	115,329
Depreciation	-	1,078,388	314,873	1,393,261
Total operating expenses	6,189,250	1,078,388	430,202	7,697,840
Operating loss	(1,356,006)	(1,078,388)	(430,202)	(2,864,596)
NON-OPERATING REVENUES (EXPENSES)				
Investment income	420,314	894,915	165,256	1,480,485
Gain on sale of assets	-	442,770	-	442,770
Total non-operating revenues	420,314	1,337,685	165,256	1,923,255
Income(loss) before contributions and transfers	(935,692)	259,297	(264,946)	(941,341)
Transfers in	-	671,270	224,587	895,857
Change in net position	(935,692)	930,567	(40,359)	(45,484)
Total net position - beginning	11,567,473	26,890,407	4,440,530	42,898,410
TOTAL NET POSITION - ENDING	$ 10,631,781	$ 27,820,974	$ 4,400,171	$ 42,852,926

City of Coppell, Texas
Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended September 30, 2025

	Self-funded Health Fund	Capital Replacement Fund	Enterprise Solutions Replacement Fund	Total Internal Service Funds
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from City and employee contributions	$ 4,534,716	$ -	$ -	$ 4,534,716
Cash payments for claims	(4,930,108)	-	-	(4,930,108)
Cash payments for contractual services and charges	(1,487,407)	-	-	(1,487,407)
Cash payments to suppliers	-	-	(115,329)	(115,329)
Net cash used in operating activities	(1,882,799)	-	(115,329)	(1,998,128)
CASH FLOWS FROM NON-CAPITAL FINANCING ACTIVITIES:				
Transfers from other funds	-	671,270	224,587	895,857
Net cash provided by non-capital financing activities	-	671,270	224,587	895,857
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Proceeds from the sale of capital assets	-	442,770	-	442,770
Acquisition and construction of capital assets	-	(3,272,181)	(6,346)	(3,278,527)
Net cash used in capital and related financing activities	-	(2,829,411)	(6,346)	(2,835,757)
CASH FLOWS FROM INVESTING ACTIVITIES:				
Proceeds from maturity of investments	2,369,199	1,286,412	622,972	4,278,583
Purchase of investments	-	(344,732)	(650,693)	(995,425)
Investment earnings (loss)	455,679	882,315	165,173	1,503,167
Net cash provided by investing activities	2,824,878	1,823,995	137,452	4,786,325
Net increase (decrease) in cash	942,079	(334,146)	240,364	848,297
Balances - beginning of year	5,000,411	6,481,733	2,384,473	13,866,617
Balances - end of the year	$ 5,942,490	$ 6,147,587	$ 2,624,837	$ 14,714,914
RECONCILIATION OF OPERATING LOSS TO NET CASH USED IN OPERATING ACTIVITIES:				
Operating loss	$ (1,356,006)	$ (1,078,388)	$ (430,202)	$ (2,864,596)
Adjustments to reconcile operating loss to net cash used in operating activities:				
Depreciation	-	1,078,388	314,873	1,393,261
Change in assets and liabilities:				
(Increase) Decrease in receivables	(298,528)	-	-	(298,528)
(Increase) Decrease in prepaids	20,625	-	-	20,625
Increase (decrease) in accounts payable	18,115	-	-	18,115
Increase (decrease) in unpaid claims	(267,005)	-	-	(267,005)
NET CASH USED IN OPERATING ACTIVITIES	$ (1,882,799)	$ -	$ (115,329)	$ (1,998,128)
CASH RECONCILIATION				
Actual balances - end of year				
Cash	$ 689,836	$ 29,232	$ 10,556	$ 729,624
Investments (TexPool, TexStar, and TexasClass only)	5,252,654	6,118,355	2,614,281	13,985,290
Total cash and investments - end of year	$ 5,942,490	$ 6,147,587	$ 2,624,837	$ 14,714,914

THE · CITY · OF
COPPELL
TEXAS · 1890

Statistical Section
(Unaudited)

The Statistical Section presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the government's overall financial health. It includes five categories of information: Financial Trends (tables 1-4), Revenue Capacity (tables 5-8), Debt Capacity (tables 9-12), Demographic and Economic Information (tables 13-14), Operating Information (tables 15-17) and Other Information (tables 18).

Financial Trends: These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

Revenue Capacity: These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.

Debt Capacity: These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

Demographic and Economic Information: These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

Operating Information: These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

City of Coppell, Texas

Net Position by Component
Accrual Basis of Accounting
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Governmental activities				
Net investment in capital assets	$ 206,573,165	$ 193,976,954	$ 195,597,965	$ 197,515,496
Restricted	35,491,006	36,260,125	39,241,221	47,018,689
Unrestricted	25,903,669	56,318,777	68,579,463	83,315,855
Total governmental activities net position	$ 267,967,840	$ 286,555,856	$ 303,418,649	$ 327,850,040
Business-type activities				
Net investment in capital assets	$ 50,560,535	$ 49,725,289	$ 48,511,863	$ 45,831,979
Unrestricted	11,277,823	10,752,952	13,097,721	17,632,600
Total business-type activities net position	$ 61,838,358	$ 60,478,241	$ 61,609,584	$ 63,464,579
Primary government				
Net investment in capital assets	$ 257,133,700	$ 243,702,243	$ 244,109,828	$ 243,347,475
Restricted	35,491,006	36,260,125	39,241,221	47,018,689
Unrestricted	37,181,492	67,071,729	81,677,184	100,948,455
Total primary governmental net position	$ 329,806,198	$ 347,034,097	$ 365,028,233	$ 391,314,619

Source: Annual Comprehensive Financial Report

Table 1

Fiscal Year					
2020	**2021**	**2022**	**2023**	**2024**	**2025**
$ 214,501,403	$ 221,295,988	$ 201,880,787	$ 210,134,851	$ 204,819,975	$ 211,907,273
42,970,120	45,767,800	83,334,630	72,032,453	90,975,446	93,684,955
98,067,000	129,055,204	141,558,999	190,588,996	221,694,921	245,831,968
$ 355,538,523	$ 396,118,992	$ 426,774,416	$ 472,756,300	$ 517,490,342	$ 551,424,196
$ 44,567,287	$ 41,339,480	$ 35,391,193	$ 39,316,264	$ 38,150,556	$ 36,696,275
20,248,606	23,803,592	33,602,372	33,123,792	38,709,810	43,865,729
$ 64,815,893	$ 65,143,072	$ 68,993,565	$ 72,440,056	$ 76,860,366	$ 80,562,004
$ 259,068,690	$ 262,635,468	$ 237,271,980	$ 249,451,115	$ 242,970,531	$ 248,603,548
42,970,120	45,767,800	83,334,630	72,032,453	90,975,446	93,684,955
118,315,606	152,858,796	175,161,371	223,712,788	260,404,731	289,697,697
$ 420,354,416	$ 461,262,064	$ 495,767,981	$ 545,196,356	$ 594,350,708	$ 631,986,200

City of Coppell, Texas
Changes in Net Position
Accrual Basis of Accounting
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Expenses				
Governmental activities:				
General government	$ 10,703,347	$ 11,749,067	$12,133,183	$11,503,100
Public safety	26,574,260	29,539,397	29,082,389	31,902,288
Public works	20,040,386	20,487,731	21,587,601	19,994,492
Cultural and recreation	14,162,493	15,434,727	14,778,572	16,934,994
Community development	-	-	-	-
Bond issuance costs	254,203	-	168,311	-
Interest on long term debt	3,309,550	3,194,139	3,063,131	4,650,896
Total governmental activities expenses	75,044,239	80,405,061	80,813,187	84,985,770
Business-type activities:				
Water	10,822,513	10,196,494	11,015,481	10,434,397
Sewer	6,137,822	8,309,623	8,010,634	7,880,335
Total business-type activities expenses	16,960,335	18,506,117	19,026,115	18,314,732
Total primary government expenses	$ 92,004,574	$ 98,911,178	$ 99,839,302	$ 103,300,502
Program Revenues				
Governmental activities:				
Charges for Services:				
General government	$ 1,088,093	$ 1,258,100	$ 1,091,919	$ 1,100,064
Public safety	4,269,496	3,836,424	4,019,742	4,180,435
Public works	1,117,925	1,025,690	1,034,459	1,096,232
Cultural and recreation	2,772,976	2,944,484	2,984,278	3,013,751
Operating grants and contributions	29,312	449,291	742,830	417,227
Capital grants and contributions	3,711,097	2,910,301	581,043	334,725
Total governmental activities program revenues	12,988,899	12,424,290	10,454,271	10,142,434
Business-type activities:				
Charges for Services:				
Water	9,468,559	10,537,685	11,931,888	11,547,538
Sewer	4,874,744	5,747,570	6,503,731	6,573,028
Capital grants and contributions	388,357	1,091,524	663,824	451,143
Total business-type activities program revenues	14,731,660	17,376,779	19,099,443	18,571,709
Total primary government program revenues	$ 27,720,559	$ 29,801,069	$ 29,553,714	$ 28,714,143

Table 2

Fiscal Year					
2020	**2021**	**2022**	**2023**	**2024**	**2025**
$11,952,493	$12,466,590	$ 24,364,020	$ 11,041,982	$ 12,419,387	$ 14,055,723
31,076,228	29,553,832	29,864,640	33,986,806	34,172,397	37,027,808
19,073,326	19,723,417	21,898,363	24,353,895	26,935,112	24,884,689
15,019,784	15,922,314	17,825,756	19,467,355	18,092,169	20,340,882
-	-	-	-	-	3,122,202
-	-	-	-	-	-
3,901,346	4,421,544	3,726,564	3,688,600	3,983,639	4,764,748
81,023,177	82,087,697	97,679,343	92,538,638	95,602,704	104,196,052
10,297,369	11,443,685	11,439,401	12,116,448	12,135,973	12,915,646
7,939,231	8,844,478	7,824,347	8,280,384	8,740,897	9,115,447
18,236,600	20,288,163	19,263,748	20,396,832	20,876,870	22,031,093
$ 99,259,777	$ 102,375,860	$ 116,943,091	$ 112,935,470	$ 116,479,574	$ 126,227,145
$ 1,038,520	$ 1,371,407	$ 1,884,792	$ 2,247,486	$ 7,135,631	$ 5,300,643
3,131,944	3,833,854	3,339,257	3,685,982	3,303,377	1,733,535
1,086,110	1,290,928	2,087,990	2,770,491	3,351,467	3,110,459
2,234,698	5,100,974	5,665,975	5,161,882	2,196,081	2,114,939
1,704,623	3,542,972	2,180,724	4,259,071	2,585,301	3,245,019
500,798	111,097	750,551	954,852	96,922	733,623
9,696,693	15,251,232	15,909,289	19,079,764	18,668,779	16,238,218
11,622,467	12,602,168	14,772,090	14,790,080	15,346,567	15,760,980
6,562,189	6,921,457	7,042,855	6,432,717	6,914,427	7,315,364
195,335	191,705	562,121	131,454	29,168	43,668
18,379,991	19,715,330	22,377,066	21,354,251	22,290,162	23,120,012
$ 28,076,684	$ 34,966,562	$ 38,286,355	$ 40,434,015	$ 40,958,941	$ 39,358,230

(continued)

City of Coppell, Texas

Changes in Net Position
Accrual Basis of Accounting
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
Net (Expenses) Revenue				
Governmental activities	$ (62,055,340)	$ (67,980,771)	$ (70,358,916)	$ (74,843,336)
Business-type activities	(2,228,675)	(1,129,338)	73,328	256,977
Total primary government net expenses	$ (64,284,015)	$ (69,110,109)	$ (70,285,588)	$ (74,586,359)
General Revenues and Other Changes in Net Position				
Governmental activities:				
Property taxes	$ 36,279,008	$ 38,572,813	$ 40,450,452	$ 43,075,545
Sales taxes	33,794,720	40,801,360	40,176,024	46,668,635
Franchise taxes	4,264,029	4,486,071	4,618,145	4,266,877
Hotel occupancy	-	155,109	-	-
Investment earnings	456,745	930,196	2,377,305	4,546,817
Miscellaneous	546,169	946,365	534,088	525,860
Gain on sale of capital assets	107,913	-	393,222	81,953
Transfers	21,498	676,873	109,040	109,040
Total governmental activities	75,470,082	86,568,787	88,658,276	99,274,727
Business-type activities:				
Investment earnings	192,447	226,286	378,007	657,490
Miscellaneous	380,390	209,685	848,932	1,046,052
Gain(loss) on sale of capital assets	8,131	10,123	70,311	3,516
Transfers	(21,498)	(676,873)	(109,404)	(109,040)
Total business-type activities	559,470	(230,779)	1,187,846	1,598,018
Total primary government	$ 76,029,552	$ 86,338,008	$ 89,846,122	$ 100,872,745
Change in Net Position				
Governmental activities	$ 13,414,742	$ 18,588,016	$ 18,299,360	$ 24,431,391
Business-type activities	(1,669,205)	(1,360,117)	1,261,174	1,854,995
Total primary government	$ 11,745,537	$ 17,227,899	$ 19,560,534	$ 26,286,386

Source: Annual Comprehensive Financial Report

Table 2
(concluded)

Fiscal Year					
2020	**2021**	**2022**	**2023**	**2024**	**2025**
$ (71,326,484)	$ (66,836,465)	$ (81,770,054)	$ (73,458,874)	$ (76,933,925)	$ (87,957,834)
143,391	(572,833)	3,113,318	957,419	1,413,292	1,088,919
$ (71,183,093)	$ (67,409,298)	$ (78,656,736)	$ (72,501,455)	$ (75,520,633)	$ (86,868,915)
$ 47,223,892	$ 47,530,129	$ 49,631,928	$ 48,845,479	$ 50,622,199	$ 53,042,745
45,239,065	53,528,289	54,994,587	48,860,066	50,129,985	47,572,408
4,218,036	4,375,389	4,642,459	4,541,117	4,530,986	4,604,631
-	-	-	-	-	-
1,716,883	-	865,273	14,801,375	15,076,324	14,265,753
601,779	1,187,727	2,291,231	2,392,721	1,308,473	2,406,151
15,312	795,400	-	-	-	-
-	-	-	-	-	-
99,014,967	107,416,934	112,425,478	119,440,758	121,667,967	121,891,688
268,077	130,199	283,751	2,228,906	2,596,148	1,902,321
940,894	769,813	437,874	260,166	410,870	710,398
(1,048)	-	15,550	-	-	-
-	-	-	-	-	-
1,207,923	900,012	737,175	2,489,072	3,007,018	2,612,719
$ 100,222,890	$ 108,316,946	$ 113,162,653	$ 121,929,830	$ 124,674,985	$ 124,504,407
$ 27,688,483	$ 40,580,469	$ 30,655,424	$ 45,981,884	$ 44,734,042	$ 33,933,854
1,351,314	327,179	3,850,493	3,446,491	4,420,310	3,701,638
$ 29,039,797	$ 40,907,648	$ 34,505,917	$ 49,428,375	$ 49,154,352	$ 37,635,492

(concluded)

City of Coppell, Texas

Fund Balances, Governmental Funds
(Modified Accrual Basis of Accounting)
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
General Fund				
Non-spendable:				
Prepaids	$ 203,857	$ 168,478	$ 168,291	$ 160,376
Restricted:				
Emergency 911	379,104	514,721	660,860	808,441
Public educational government channel	187,945	308,525	416,316	524,156
Public education about solid waste	13,850	35,479	25,597	23,232
Improvements / maintenance of recreation facilities,trails, drainage & streetscapes	10,507,021	9,534,715	8,509,480	8,691,480
Committed To:				
City charter required reserves	5,851,084	6,771,140	6,495,034	6,864,856
Revenue threats	-	-	-	-
Public works project	356,844	358,858	358,858	358,858
Improvements / maintenance of recreation facilities,trails, drainage & streetscapes	3,396,193	974,831	86,834	71,898
Recreational programs and services	-	-	-	-
Economic development	945,244	1,078,355	966,355	966,355
Assigned:				
Capital projects	4,013,140	450,000	950,000	950,000
Sales tax provision	-	-	-	-
Old town incentive program	-	-	-	-
Building Code and zoning update	-	-	-	-
Refuse contract consultant	-	-	-	-
2040 Council Initiatives	-	-	-	-
Comp plan for community development	-	-	-	-
I&S property tax rate stabilization	-	-	-	-
Property tax reduction	-	-	-	-
Metrocrest assistance	-	-	-	-
Volunteer coordination	-	-	-	50,000
Outreach vehicle	-	-	-	100,000
CRDC Maintenance	-	-	-	-
Economic development program	-	-	-	250,000
Strategic reserve	-	-	-	-
Unassigned	31,555,920	37,312,725	44,917,171	56,100,850
Total general fund	$ 57,410,202	$ 57,507,827	$ 63,554,796	$ 75,920,502

Table 3

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 25,474	$ 59,322	$ 83,261	$ 25,499	$ 12,031	$ 58,756
929,057	1,068,424	-	-	-	-
616,058	646,447	-	-	-	-
31,381	45,607	-	-	-	-
7,870,835	6,868,420	6,868,420	-	-	-
7,495,839	7,003,073	7,003,073	18,186,362	18,595,921	19,651,141
-	-	-	1,587,048	2,071,599	-
358,858	358,858	358,858	358,858	150,000	-
66,826	-	-	-	-	-
-	-	-	-	-	-
966,355	666,355	666,355	666,355	-	-
1,098,575	750,000	5,657,529	30,780,000	18,800,000	12,979,245
-	1,575,975	1,575,975	-	-	-
-	298,575	-	-	-	-
-	325,000	325,000	325,000	1,100,000	150,000
-	-	-	100,000	6,000,000	-
-	-	-	-	-	9,600,000
-	-	-	-	-	550,000
-	-	-	-	-	2,000,000
-	-	-	-	-	5,000,000
-	-	-	-	-	150,000
2,791,391	-	-	-	-	-
325,000	-	-	-	-	-
-	-	-	6,868,420	801,355	-
185,000	185,000	135,000	135,000	7,000,000	551,355
-	-	-	39,395,858	50,079,780	57,685,525
64,338,853	88,771,762	110,567,292	46,335,110	55,465,189	39,243,499
$ 87,099,502	$ 108,622,818	$ 133,240,763	$ 144,763,510	$ 160,075,875	$ 147,619,521

City of Coppell, Texas

Fund Balances, Governmental Funds
(Modified Accrual Basis of Accounting)
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
All Other Governmental Funds				
Non-spendable:				
Prepaids	$ 3,929	$ 373,820	$ 356,309	$ -
Permanent fund - Perpetual Care Fund	397,652	468,077	531,757	596,433
Restricted:				
Fire	13,943	22,182	21,572	23,328
Police	285,058	244,719	216,718	172,728
Public education government channel	-	-	-	-
Animal shelter	13,908	10,506	6,956	2,551
Child safety programs	75,259	76,952	69,366	102,630
Crime prevention programs and services	8,624,975	7,617,358	8,138,347	10,103,771
Court security	264,110	284,412	306,477	337,126
Traffic and signal enforcement / improvements	581,051	672,015	705,785	654,944
Juvenile case manager	156,848	199,375	249,635	302,785
Court technology	147,033	142,568	143,513	86,157
Judicial efficiency	12,792	12,851	12,243	17,007
Opioid fund	-	-	-	-
Culture and recreation donations	-	-	-	-
Community development	-	-	-	-
Recycling	63,651	64,472	65,616	67,128
Community garden / farmer's market	1,528	1,534	1,552	1,583
Library	32,390	33,168	33,750	26,383
Parks	14,774	33,844	34,311	35,505
Art Center	21,848	25,053	29,589	34,565
Tennis Center	1,003	1,006	1,017	1,670
Senior Center	7,493	10,337	17,812	21,433
Biodiversity Center	-	-	-	-
Living Well wellness incentive	-	101	102	105
Promotion of tourism and events	-	155,225	135,998	185,961
Improvements / maintenance of recreation facilities	62,033	-	-	-
Improvements / maintenance of recreation facilities, trails, drainage & streetscapes	225,504	5,602,531	10,386,554	13,299,143
Economic Development	8,785	9,249	9,433	9,621
Capital Projects	28,622,899	21,179,226	47,399,395	32,744,105
COVID-19 Relief	-	-	-	-
Public education	-	-	-	-
Sales Tax Holding	-	-	-	-
Debt Service	1,012,235	1,097,635	1,082,283	1,065,739
Perpetual Care	-	-	-	-
Committed To:				
Parks	486,347	393,887	360,451	356,089
Rolling Oaks Cemetery	510,518	516,778	490,819	320,109
Tree preservation	187,341	105,952	106,702	179,545
Economic Development	12,055	12,798	14,917	17,192
Public Works	-	16,746,586	-	-
Infrastructure maintenance	14,403,249	-	20,190,713	21,563,069
Storm water control development	962,010	722,310	612,013	604,096
Unassigned	-	-	-	-
Total all other governmental funds	$ 57,212,221	$ 56,836,527	$ 91,731,705	$ 82,932,501

Source: Annual Comprehensive Financial Report

Table 3
(concluded)

Fiscal Year					
2020	2021	2022	2023	2024	2025
$ 13,994	$ -	$ 205,455	$ 82,550	$ 43,800	$ 108,397
704,558	974,814	1,300,057	1,575,933	1,806,360	1,959,739
17,490	23,469	23,469	22,379	3,341	-
153,251	198,465	1,409,991	1,798,518	2,175,123	2,106,500
-	-	776,782	887,066	862,424	911,994
6,367	891	5,791	1,053	30,970	-
147,486	178,202	223,040	290,350	353,737	423,763
12,006,224	15,627,758	20,023,949	24,569,858	28,565,543	28,537,248
357,203	379,018	390,642	421,682	446,210	381,394
646,194	500,799	198,724	206,613	65,400	67,601
331,095	345,002	345,319	361,776	387,408	411,108
1,747	20,351	33,019	48,637	69,171	83,591
18,609	18,972	19,171	19,350	19,416	19,448
-	-	-	27,183	32,471	58,270
-	-	-	-	3,211	213,866
-	-	-	-	-	12,117
69,700	70,350	70,350	79,922	74,387	-
1,589	1,589	1,589	-	-	-
27,161	28,845	29,349	30,214	4,868	-
35,643	35,677	38,017	36,970	43,278	-
61,980	71,429	71,429	73,097	60,976	-
1,676	1,677	8,123	8,312	4,569	-
22,305	25,400	25,810	28,255	29,111	-
-	2,118	2,583	4,296	4,426	-
105	105	105	107	111	-
408,884	706,255	1,095,180	1,344,210	1,618,644	2,210,434
-	-	-	-	-	-
9,922,292	13,023,396	19,317,392	26,513,304	34,610,986	39,528,771
9,659	9,659	9,659	9,659	10,184	55,812
25,998,342	37,263,107	29,174,197	20,194,266	59,139,187	46,926,440
-	-	23,990	376,252	553,080	636,053
-	-	-	-	76,482	78,049
-	-	110,234	110,234	-	-
1,182,263	761,806	2,288,277	2,398,044	2,528,769	2,263,764
-	-	-	-	-	-
-	-	-	-	-	-
401,432	1,154,439	1,626,411	996,543	1,780,367	1,439,541
236,994	394,727	396,032	426,520	2,177,865	2,825,679
18,154	18,203	18,204	18,208	18,212	18,216
-	-	-	-	-	-
20,226,203	18,894,090	21,528,895	27,549,762	35,425,668	71,382,941
546,698	704,569	1,506,205	2,591,466	4,628,860	6,292,680
(552,169)	(1,943,868)	(1,953,777)	(1,972,517)	(1,971,777)	(1,975,865)
$ 73,023,129	$ 89,491,314	$ 100,343,663	$ 111,130,072	$ 175,682,838	$ 206,977,551

City of Coppell, Texas

Changes in Fund Balances, Governmental Funds
(Modified Accrual Basis of Accounting)
Last Ten Fiscal Years (Unaudited)

	Fiscal Year			
	2016	2017	2018	2019
REVENUES				
Taxes, Penalties and Interest	$ 74,374,878	$ 80,282,863	$ 85,012,568	$ 93,826,923
Licenses, Fees and Permits	2,942,642	2,786,453	2,745,483	3,084,765
Intergovernmental	3,346,486	310,174	21,643	378,122
Charges for Services	4,730,901	4,839,631	4,757,517	4,801,090
Fines and Forfeitures	1,686,344	1,508,260	1,635,614	1,507,453
Interest Income	451,114	909,463	2,290,475	4,296,170
Contributions	29,312	449,291	742,830	45,773
Miscellaneous	546,169	946,365	562,537	480,338
Total revenues	88,107,846	92,032,500	97,768,667	108,420,634
EXPENDITURES				
Current				
General Government	12,154,462	10,245,208	10,786,150	11,091,815
Public Safety	21,224,318	25,989,089	27,353,203	28,438,482
Public Works	12,632,686	11,798,073	13,367,885	11,328,638
Culture and Recreation	11,895,649	12,424,364	12,436,100	13,976,859
Community Development	-	-	-	-
Debt Service:				
Principal Retirement	6,810,000	7,395,000	6,730,000	7,420,000
Interest and Fiscal Charges	3,609,074	3,623,689	3,428,638	4,490,670
Bond Issuance Costs	94,606	-	-	-
Payment to Refunded Bond Escrow Agent	-	-	-	-
Capital Outlay	45,278,822	22,714,279	15,809,925	26,834,334
Total expenditures	113,699,617	94,189,702	89,911,901	103,580,798
Excess (deficiency) of revenues over (under) expenditures	(25,591,771)	(2,157,202)	7,856,766	4,839,836
OTHER FINANCING SOURCES (USES)				
Transfers in	9,000,280	12,890,326	5,904,031	7,094,740
Transfers out	(9,423,455)	(13,335,176)	(7,222,111)	(8,450,028)
Proceeds from Sale of Capital Assets	637,055	2,323,923	235,209	81,954
Issuance of General Obligation Debt	-	-	31,555,000	-
Issuance of Certificates of Obligation Debt	10,680,000	-	-	-
Premium on General Obligation Debt	975,886	-	2,613,312	-
Issuance of Refunding Bonds	4,405,000	-	-	-
Premium on Refunding Bonds	275,168	-	-	-
Payment to Refunded Bond Escrow Agent	(4,582,327)	-	-	-
Total other financing sources (uses)	11,967,607	1,879,073	33,085,441	(1,273,334)
NET CHANGE IN FUND BALANCES	$ (13,624,164)	$ (278,129)	$ 40,942,207	$ 3,566,502
Debt service as a percentage of noncapital expenditures	15.2%	15.4%	13.7%	15.5%

Source: Annual Comprehensive Financial Report

Table 4

Fiscal Year					
2020	**2021**	**2022**	**2023**	**2024**	**2025**
$ 96,031,077	$ 105,675,037	$ 114,694,949	$ 102,882,006	$ 105,797,853	$ 105,371,067
1,949,084	2,404,692	3,503,698	4,570,441	7,235,496	5,853,144
568,954	4,516,242	2,125,318	4,205,986	2,160,548	3,208,491
4,582,668	6,999,357	7,892,117	7,113,119	8,148,899	6,415,981
832,251	915,745	684,673	920,574	1,214,632	875,377
1,596,418	(369,420)	865,273	14,801,375	15,076,324	14,265,753
109,784	52,613	55,406	53,085	424,753	36,528
362,766	856,542	1,673,224	1,688,031	1,308,473	2,406,151
106,033,002	121,050,808	131,494,658	136,234,617	141,366,978	138,432,492
11,254,383	12,378,748	11,264,032	12,033,412	12,726,979	12,766,032
29,062,796	28,110,450	28,059,533	30,384,672	31,709,842	34,268,090
11,640,132	11,822,573	12,639,687	13,987,218	14,275,180	16,287,724
12,554,405	13,413,683	14,709,133	16,247,029	16,472,339	16,759,683
-	-	-	-	-	3,114,658
7,610,000	7,740,000	15,375,000	7,327,901	7,595,659	6,868,572
4,353,698	4,497,688	4,939,746	3,894,396	3,834,955	5,348,086
-	-	-	-	-	-
-	-	-	-	-	-
42,255,230	20,760,931	17,414,722	17,798,013	15,974,635	23,308,572
118,730,644	98,724,073	104,401,853	101,672,641	102,589,589	118,721,417
(12,697,642)	22,326,735	27,092,805	34,561,976	38,777,389	19,711,075
10,282,670	9,077,743	10,526,037	8,266,623	7,190,089	34,107,575
(12,034,002)	(10,594,182)	(12,315,253)	(20,519,443)	(14,349,840)	(34,980,291)
15,312	993,241	10,166,705	-	5,974	-
14,650,000	23,200,000	-	-	44,705,000	-
-	-	-	-	-	-
1,053,290	2,132,964	-	-	3,536,519	-
-	-	-	-	-	-
-	-	-	-	-	-
-	(9,145,000)	-	-	-	-
13,967,270	15,664,766	8,377,489	(12,252,820)	41,087,742	(872,716)
$ 1,269,628	$ 37,991,501	$ 35,470,294	$ 22,309,156	$ 79,865,131	$ 18,838,359
15.6%	15.7%	23.6%	13.6%	13.2%	12.8%

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City of Coppell, Texas **Table 5**

Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Estimated Market Value		Less: Tax-Exempt Property	Total Taxable Assessed Value	Total Direct Tax Rate
	Real Property	Personal Property			
2016	$ 6,011,691,777	$ 1,770,518,414	$ 1,606,612,216	$ 6,175,597,975	0.584000
2017	6,651,002,689	1,812,239,159	1,798,740,587	6,664,501,261	0.579500
2018	7,027,076,608	1,693,571,897	1,705,601,026	7,015,047,479	0.579500
2019	7,578,066,995	2,032,167,103	2,012,436,307	7,597,797,791	0.569500
2020	8,018,003,973	2,360,785,454	2,208,022,186	8,170,767,241	0.584000
2021	8,304,068,768	2,451,084,541	2,248,825,411	8,506,327,898	0.580000
2022	8,470,036,201	2,434,892,602	2,177,442,996	8,727,485,807	0.580000
2023	9,784,528,699	2,776,128,241	2,956,098,243	9,604,558,697	0.518731
2024	10,901,852,459	2,982,044,224	3,466,012,270	10,417,884,413	0.491818
2025	12,192,736,089	2,937,566,186	3,522,824,340	11,607,477,935	0.458632

Source: Dallas Central Appraisal District / Denton Central Appraisal District

City of Coppell, Texas

Direct and Overlapping Property Tax Rates (Per $100 of Assessed Value)
Last Ten Fiscal Years (Unaudited)

	City Direct Rates			Overlapping Rates	
Fiscal Year	Operating	Debt Service	Total Direct	Carrollton-Farmers Branch Independent School District	Lewisville Independent School District
2016	0.448080	0.135920	0.584000	1.28170	1.47673
2017	0.443330	0.136170	0.579500	1.39170	1.42000
2018	0.463473	0.116027	0.579500	1.38100	1.40750
2019	0.447342	0.122158	0.569500	1.37000	1.40750
2020	0.477702	0.106298	0.584000	1.26835	1.33750
2021	0.481178	0.098822	0.580000	1.25470	1.34730
2022	0.472211	0.107789	0.580000	1.20125	1.30850
2023	0.441836	0.076895	0.518731	1.14290	1.23680
2024	0.421666	0.070152	0.491818	0.98360	1.13010
2025	0.388481	0.070151	0.458632	0.98360	1.11780

Note:

(a) Dallas County includes Dallas County, Dallas County Hospital District, and Dallas County Community College District

(b) Denton County includes Denton County, Denton County Levee District No.1, and Denton County Road Utility District

Source: Individual Taxing Entities

Overlapping Rates				
Coppell Independent School District	Dallas County (a)	Denton County (b)	Northwest Dallas County Flood Control District No. 1	Irving Flood Control District No. 3
1.43900	0.662750	0.447000	0.30000	0.12800
1.49270	0.654704	0.432409	0.30000	0.12500
1.47770	0.656738	0.420812	0.30000	0.12500
1.46050	0.656500	0.407574	0.30000	0.12500
1.33090	0.646600	0.407278	0.30000	0.12500
1.31000	0.639840	0.406985	0.30000	0.12360
1.29200	0.616456	0.403086	0.30000	0.12360
1.21730	0.579645	0.390543	0.28490	0.11200
1.05350	0.545246	0.362485	0.27565	0.10350
1.00260	0.533095	0.375869	0.27265	0.09350

City of Coppell, Texas **Table 7**

Principal Property Tax Payers
Current Year and Nine Years Ago (Unaudited)

2025			2016		
Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value[a]	Taxpayer	Taxable Assessed Value	Percentage of Total City Taxable Assessed Value[b]
Prologis LP	$ 489,609,426	4.22%	Duke Secure Financing	$ 75,711,000	1.23%
Amazon com KYDC LLC	309,138,559	2.66%	St Marin Apartments	69,500,000	1.13%
MLRP Park West Crossing LLC	126,362,470	1.09%	JP Morgan	43,869,190	0.71%
SPUS8 St Marin LP	124,750,000	1.07%	AP WP Lake Reit LLC	42,000,000	0.68%
Tradepoint Bldg 2 LP	93,199,820	0.80%	LIT HW 1 LP	38,461,700	0.62%
Star Lakeside LLC	89,940,660	0.77%	Staples Contract and Commercial	36,161,640	0.59%
TGA Freeport DC LLC	89,413,310	0.77%	Mckesson Medical Surgical Inc	33,226,370	0.54%
CLPF One Victory LP	85,201,070	0.73%	Duke Realty Corp	33,076,930	0.54%
Columbia Texas Beltline Indust	71,765,560	0.62%	Oaks Riverchase LP	31,000,000	0.50%
Teachers Insurance and Annuity	70,566,150	0.61%	Industrial Propety Fund VII LP	29,919,490	0.48%
Total	$1,549,947,025	13.34%		$ 432,926,320	7.02%

Notes: a) Total taxable value including real and personal property for tax year 2024 (fiscal year 2025) is $11,607,477,935.
b) Total taxable value including real and personal property for tax year 2015 (fiscal year 2016) is $6,175,597,975.

Source: City's Certified Tax Roll

City of Coppell, Texas **Table 8**

Property Tax Levies and Collections
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Taxes Levied Within the Fiscal Year of the Levy	Adjustments to Levy in Subsequent Years	Adjusted Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
				Amount	Percentage of levy		Amount	Percentage of levy
2016	$ 36,072,197	$ (12,192)	$ 36,060,005	$ 35,976,226	99.73%	$ 60,976	$ 36,037,202	99.94%
2017	38,644,969	(118,810)	38,526,159	38,557,532	99.77%	(47,364)	38,510,168	99.96%
2018	40,689,245	71,600	40,760,845	40,587,056	99.75%	140,047	40,727,103	99.92%
2019	43,316,883	(84,229)	43,232,654	43,128,049	99.56%	76,713	43,204,762	99.94%
2020	47,929,856	(290,577)	47,639,279	47,593,983	99.30%	11,606	47,605,589	99.93%
2021	49,360,169	(157,880)	49,202,289	49,235,352	99.75%	(67,707)	49,167,645	99.93%
2022	50,650,923	(143,295)	50,507,628	50,464,000	99.63%	(21,201)	50,442,799	99.87%
2023	49,889,376	(236,962)	49,652,414	49,621,819	99.46%	(53,278)	49,568,541	99.83%
2024	51,297,474	(373,224)	50,924,250	51,111,664	99.64%	(300,474)	50,811,190	99.78%
2025	53,232,645	-	53,232,645	53,039,494	99.64%	-	53,039,494	99.64%

Source: City of Coppell Tax Department / Dallas County Tax Office

City of Coppell, Texas

Ratio of Outstanding Debt By Type
Last Ten Fiscal Years (Unaudited)

	Governmental Activities				
Fiscal Year	General Obligation Bonds (1)	Certificates of Obligation (1)	General Obligation Refunding Bonds (1)	Sales Tax Revenue Bonds	SBITA Liability
2016	-	$ 30,510,523	$ 43,177,799	$ 32,410,872	$ -
2017	-	27,515,729	39,196,404	31,620,605	-
2018	-	58,993,581	35,475,009	30,800,338	-
2019	-	56,588,121	30,328,617	30,430,071	-
2020	-	69,808,286	25,795,669	29,284,804	-
2021	-	77,578,282	26,974,941	28,089,537	-
2022	-	74,271,309	14,925,801	26,839,270	-
2023	-	70,759,336	12,112,155	25,529,003	799,231
2024	-	115,348,881	9,251,110	24,158,736	403,572
2025	-	111,342,274	7,462,995	22,728,469	-

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See Table 13 for personal income and population data.
1) Presented net of original issuance discounts and premiums

Table 9

Business-Type Activities					
Water and Sewer Revenue Bonds	Refunding Revenue Bonds	General Obligation Refunding Bonds (1)	Total Primary Government	Percentage of Personal Income	Per Capita
$ -	$ -	$ 455,000	$ 106,554,194	4.98%	2,643
-	-	95,000	98,427,738	4.45%	2,411
11,890,694	-	45,000	137,204,622	5.77%	3,338
11,258,515	-	-	128,605,324	5.41%	3,115
23,171,910	-	-	148,060,669	5.94%	3,575
28,851,692	-	-	161,494,452	5.96%	3,757
27,714,849	-	-	143,751,229	5.07%	3,335
26,291,836	-	-	134,692,330	4.99%	3,119
29,863,981	-	-	178,622,708	6.54%	4,135
28,205,987	-	-	169,739,724	5.71%	3,930

City of Coppell, Texas

Table 10

Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years (Unaudited)

	General Bonded Debt Outstanding							
Fiscal Year	General Obligation Bonds	General Obligation Refunding Bonds	Certificates of Obligation	Sales Tax Revenue Bonds	Less: Amounts Available in Debt Service Funds (1)	Total	Percentage of Actual Taxable Value of Property	Per Capita
2016	$ -	$ 43,177,799	$ 30,510,523	$ 32,410,872	$ 1,012,235	$ 105,086,959	1.70%	$ 2,607
2017	-	39,196,404	27,515,729	31,620,605	1,097,575	97,235,163	1.46%	2,382
2018	-	35,475,009	58,993,581	30,800,338	1,082,283	124,186,645	1.77%	3,022
2019	-	30,328,617	56,588,121	30,430,071	682,185	116,664,624	1.54%	2,825
2020	-	25,795,669	69,808,286	29,284,804	892,793	123,995,966	1.52%	2,994
2021	-	26,974,941	77,578,282	28,089,537	387,975	132,254,785	1.55%	3,077
2022	-	14,925,801	74,271,309	26,839,270	1,738,249	114,298,131	1.31%	2,652
2023	-	12,112,155	70,759,336	25,529,003	1,900,610	106,499,884	1.11%	2,652
2024	-	9,251,110	115,348,881	24,158,737	1,773,800	146,984,928	1.41%	3,403
2025	-	6,935,000	104,205,000	21,295,000	1,516,515	130,918,485	1.13%	3,031

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements.
See Table 5 for property value data.
See Table 13 for population data.

(1) This is the amount restricted for debt service principal payments

City of Coppell, Texas **Table 11**

Direct and Overlapping Governmental Activities Debt
September 30, 2025 (Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable to Coppell (1)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Dallas County	$ 179,530,000	2.730%	$ 4,901,169
Coppell Independent School District	421,575,194	57.320%	241,646,901
Carrollton-Farmers Branch Independent School District	908,585,000	2.080%	18,898,568
Dallas County Community College District	247,115,000	2.730%	6,746,240
Dallas County Hospital District	511,285,000	2.730%	13,958,081
Denton County	721,100,000	0.140%	1,009,540
Denton County LID No. 1	12,310,000	29.290%	3,605,599
Lewisville Independent School District	1,545,585,000	0.390%	6,027,782
Grapevine-Colleyville ISD	302,425,000	0.050%	151,213
Northwest Dallas County Flood Control District No. 1	7,225,000	100.000%	7,225,000
Subtotal, overlapping debt	4,856,735,194		304,170,093
City of Coppell, direct debt	141,533,738	100.00%	141,533,738
Total direct and overlapping debt			$ 445,703,831

(1) The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of each entity's taxable assessed value that is within the City's boundaries and dividing it by each entity's total taxable assessed value.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City of Coppell. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Coppell. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident and therefore responsible for repaying the debt of each overlapping government.

Source: Texas Municipal Reports provided by the Municipal Advisory Council of Texas. The reports provide the total debt outstanding and the percentage of debt applicable to the City.

City of Coppell, Texas **Table 12**

Computation of Legal Debt Margin
September 30, 2025 (Unaudited)

The City Charter of the City of Coppell, Texas does not provide for a Debt Limit; therefore, no computation can be made.

City of Coppell, Texas **Table 13**

Demographic and Economic Statistics
Last Ten Calendar Years (Unaudited)

Year	Estimated Population (1)	Personal Income	Per Capita Personal Income (1)	Median Age (1)	School Enrollment (2)	Unemployment Rate (3)
2016	40,310	$ 2,137,719,920	53,032	38	12,368	3.8%
2017	40,820	2,213,668,600	54,230	38	12,391	3.6%
2018	41,100	2,377,717,200	57,852	38	12,895	3.1%
2019	41,290	2,468,935,550	59,795	38	13,261	2.9%
2020	41,410	2,491,639,700	60,170	38	13,055	6.2%
2021	42,983	2,709,992,184	63,048	38	13,218	5.6%
2022	43,140	2,833,521,480	65,682	38	13,400	3.6%
2023	43,190	2,701,707,260	62,554	38	13,361	3.4%
2024	43,193	2,731,050,197	63,229	40	13,414	3.6%
2025	43,196	2,971,280,056	68,786	40	13,233	3.7%

Sources:

(1) City's Community Development Department

(2) Coppell Independent School District

(3) Texas Workforce Commission

City of Coppell, Texas

Table 14

Principal Employers
Current and Nine Years Ago (Unaudited)

	2025			2016	
Employer	**Employees**	**Percentage of Total City Employment**	**Employer**	**Employees**	**Percentage of Total City Employment**
Amazon (multiple locations)	4,500	17.63%	U.S. Postal Service - Bulk Mail Center	1,621	6.57%
AAA of Texas	1,824	7.15%	Coppell Independent School District	1,320	5.35%
Coppell Independent School District	1,970	7.72%	AAA of Texas	1,200	5.13%
U.S. Postal Service - N. Texas Processing & Distrib. Center	1,621	6.35%	Verizon Service Center	1,200	4.86%
Verizon Service Center	1,200	4.70%	DaVita RX	1,200	4.86%
New Rez(formerly Caliber Home Loans)	686	2.69%	Genco	900	4.07%
City of Coppell (this includes part-time employees)	440	1.72%	The Container Store	770	3.12%
The Container Store	662	2.59%	IBM	600	2.43%
Fulgent Genetics	245	0.96%	Brinks	500	1.69%
Vari	300	1.18%	City of Coppell	433	1.66%
Total	13,448	52.69%		9,744	39.74%

Source: City of Coppell Community Development, Texas Workforce Commission, North Central Texas Council of Governments

City of Coppell, Texas **Table 15**

Full-Time Equivalent City Government Employees by Function/Program
Last Ten Fiscal Years (Unaudited)

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
General government	37.50	39.50	40.50	41.00	42.00	42.00	43.50	42.50	43.50	43.50
Public safety	182.00	183.00	185.50	195.50	204.00	204.00	202.00	184.00	192.00	192.00
Public works	42.25	41.25	44.50	44.50	44.50	44.50	44.50	42.50	63.50	43.50
Culture and recreation	115.39	115.89	120.89	124.39	136.14	136.14	135.89	125.39	107.89	127.89
Community development	17.00	17.00	17.00	17.00	17.00	17.00	17.00	17.00	18.00	20.00
Water and sewer	22.75	22.75	22.50	22.50	21.50	21.50	21.50	21.50	21.50	21.50
Total	416.89	419.39	430.89	444.89	465.14	465.14	464.39	432.89	446.39	448.39

Source: City Budget Office

City of Coppell, Texas

Operating Indicators by Function/Program
Last Ten Fiscal Years (Unaudited)

Function/Program	Fiscal Year 2016	2017	2018	2019
Public safety				
Police				
Number of Employees	75	75	76	75
Number of Traffic Stops	16,383	14,523	14,470	14,744
Fire				
Number of Employees	86	88	90	97
Number of Fire Runs	1,274	1,352	1,462	1,420
Number of EMS Runs	2,078	1,814	1,899	1,896
Public Works				
Streets				
Street Resurfacing (miles)	-	-	-	-
Streets - Paved (miles)	3	2	-	-
Streets - Paved (Square Yards)	32,675	18,612	-	-
Alleys - Paved (miles)	5	-	1	-
Potholes Repaired	312	59	180	440
Traffic Signals	1	-	1	-
Street Miles (Centerline)	1	1	-	-
Lane Miles Added	6	2	-	-
Street Miles	407	408	408	408
Cultural and Recreational				
Parks and Recreation				
Coppell Aquatic & Recreational Center (CARC) Memberships	12,975	10,474	20,228	24,138
Participants in CARC Programs	4,633	4,750	6,320	7,659
Participants in Adult Athletic Programs	775	644	683	674
Participants in Youth Athletic Programs	-	-	-	-
Number of Playgrounds	9	9	9	9
Number of Tennis Courts	12	12	12	12
Number of Swimming Pools	5	5	5	5
Senior Center	1	1	1	1
Recreation Centers	1	1	1	1
Library				
Volumes in Collection	88,601	85,474	88,108	85,520
Rolling Oaks Memorial Center				
Spaces Sold	226	297	237	260
Monument Rights	-	-	-	-
Niches Sold	22	25	44	37
Interments	77	83	114	118
Markers Sold	70	74	60	121
Benches Sold	5	9	7	5
Vases Sold	65	62	47	65
Urns Sold	-	-	-	-
Mausoleums Sold	-	-	-	-
Water and Sewer				
Number of Water Consumers	13,137	13,327	13,384	13,430
Average Daily Water Consumption (gallons)	8,742,418	8,860,975	9,846,104	8,524,416
Maximum Storage Capacity (gallons)	13,500,000	13,500,000	13,500,000	13,500,000
Number of Sewer Connections	12,012	12,174	12,222	12,263
Daily Average Treatment (gallons)	4,587,737	3,773,805	3,274,507	3,623,293

Source: City Departments

Notes: N/A - Data not available.
TXU - maintains the street lights.

Fiscal Year					
2020	**2021**	**2022**	**2023**	**2024**	**2025**
70	66	55	64	71	73
9,128	9,294	6,489	8,115	10,261	7,861
103	103	103	103	100	102
1,512	1,924	1,835	1,982	1,883	1,819
1,793	2,096	2,342	2,359	2,425	2,419
-	-	-	-	-	-
-	4	-	-	-	1
-	27,477	-	-	-	2,464
-	1	-	-	3	2
870	921	919	3,122	2,022	1,146
-	-	-	-	-	-
-	1	-	-	-	-
-	-	-	-	-	-
408	415	415	415	415	415
25,892	33,247	36,428	34,959	44,234	46,424
1,414	2,284	2,985	3,961	4,338	5,793
-	566	325	271	347	179
-	-	-	-	-	-
9	9	9	9	9	11
12	12	12	12	12	12
5	5	5	5	5	5
1	1	1	1	1	1
1	1	1	1	1	1
83,775	82,455	78,629	57,266	75,315	70,990
621	1,882	1,123	562	274	142
-	-	-	-	-	-
22	55	91	76	60	41
118	280	288	198	210	139
135	1,115	253	134	28	11
9	21	21	6	-	-
86	115	127	65	9	-
-	-	-	-	-	-
-	-	5	14	1	1
13,471	13,508	13,486	13,498	13,567	13,827
8,522,410	8,408,614	9,522,000	9,175,000	8,574,060	8,670,214
13,500,000	13,500,000	13,500,000	13,500,000	13,500,000	13,500,000
12,309	12,325	12,286	12,259	12,358	12,544
3,397,515	3,395,408	3,396,627	3,741,866	3,946,693	3,823,773

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City of Coppell, Texas **Table 17**

Capital Asset Statistics by Function/Program
Last Ten Fiscal Years (Unaudited)

Function/Program	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Police Patrol Units	48	44	46	43	43	41	49	45	43	44
Police Motorcycle Units	5	5	5	5	4	5	4	4	4	4
Fire Stations	3	3	3	3	3	3	3	3	4	5
Development Services										
Streets - Paved (miles)	-	-	-	-	-	4	-	-	-	-
Cultural and Recreational										
Parks (acres)	545	545	545	545	545	545	545	545	545	555
Number of Playgrounds	9	9	9	9	9	9	9	9	9	9
Number of Tennis Courts	16	16	12	12	12	12	12	12	12	12
Number of Swimming Pools	5	5	5	5	5	5	5	5	5	5
Senior Center	1	1	1	1	1	1	1	1	1	1
Recreation Centers	1	1	1	1	1	1	1	1	1	1
Water and Sewer										
Water Mains (miles)	202	200	203	203	204	206	204	200	200	201
Water System Valves	5,444	5,398	5,408	5,413	5,435	5,458	5,535	5,748	5,781	5,853
Manholes	2,748	2,695	2,701	2,698	2,705	2,744	2,751	2,769	2,771	2,782
Fire Hydrants	1,841	1,824	1,843	1,845	1,851	1,867	1,869	1,882	1,874	1,889
Sanitary Sewers (miles)	191	173	173	173	173	175	173	176	173	174

Source: City Departments

City of Coppell, Texas

Active and Retiree Health Insurance Costs
Last Ten Fiscal Years (Unaudited)

Fiscal Year	Total Health Plan Expenses	Retiree Expense	Percentage Retiree Costs to Total	Active Members	Retirees Using City Health Plan	Total TMRS Retirees
2016	$ 3,517,312	$ 181,733	5.17	355	4	182
2017	3,691,798	17,172	0.47	357	5	190
2018	2,140,391	34,769	1.62	356	5	203
2019	2,835,947	27,727	0.98	367	6	217
2020	2,135,386	15,424	0.72	380	4	228
2021	2,598,456	22,731	0.87	354	6	236
2022	2,782,152	81,602	0.03	352	16	241
2023	3,381,395	81,098	0.02	357	16	265
2024	3,379,575	417,354	0.12	367	18	295
2025	5,519,736	738,987	0.13	379	19	308
Total	$ 31,982,148	$ 1,618,597	10			
Average	3,198,215	161,860		362	10	237

Source: City Records, Third Party Administrator Records, Texas Municipal Retirement System (TMRS)

Table 18

Percentage Retirees Using Plan to Total Members	Retiree Contributuions	Net Subsidy of Retirees	Subsidy as Percentage of Total Expense	Cost Per Active Member	Cost Per Retiree
2.20%	$ 72,351	$ (109,382)	60.19%	$ 9,908	$ 45,433
2.63%	65,073	47,901	278.95%	10,341	3,434
2.46%	95,231	60,462	173.90%	6,012	6,954
2.76%	114,944	87,217	314.56%	7,727	4,621
1.75%	80,139	64,715	419.57%	5,619	3,856
2.54%	71,318	48,587	213.75%	7,340	3,789
6.64%	135,656	54,054	66.24%	7,904	5,100
6.04%	118,292	37,194	45.86%	9,472	5,069
6.10%	141,431	(275,923)	-66.11%	9,209	23,186
6.17%	126,599	(612,388)	-82.87%	14,564	38,894
	$ 1,021,034	$ (597,563)	1424%	$ 88,095	$ 140,336
3.93%	102,103	(59,756)		8,810	14,034